



**THE DETERMINANTS OF FINANCIAL DISTRESS AMONG MANUFACTURING  
COMPANY IN MALAYSIA**

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**JULY 2018**

## ACKNOWLEDGEMENT

All praises to the Allah S.W.T for giving me the strength, courage, inspiration and patience for completing this study without any obstacle and within the time period. All the goodness is come from Allah S.W.T.

I would like to dedicate and express a sincere gratitude to Madam Shahreena binti Daud who is an advisor for her supervision, encouragement, opinion, ideas and provide a better insight regarding to this study. Her ideas, constructive criticism and ideas provided help me to have a better and in-depth knowledge, perception and information for this topic. Not to be forgotten, I like to give a big honor to Miss Noor Haryanti binti Sarman as my second examiner for futher checking.

Not only that, special thanks given to those who are involve directly or directly for helping and give cooperation in obtaining information or knowledge regarding this topic. Special appreciation is given to my beloved family especially parents who never give up in supporting in term of moral and material, patience, understanding and sacrifice everything until this study is fully done. Not to forget, for my friends who are always provide related guidance, voluntarily in lending their time and help for this study.

Last but not least, thanks to Kementerian Perdagangan dalam Negeri, Kepenggunaan dan Koperasi Segamat for giving me the opportunity to do a practical training which provides me a lot of new experience and knowledge on working environment. This opportunity helps me able to improve my skills will useful in future.

Thank you very much.

## **ABSTRACT**

The objective of this study is to identify the determinants of financial distress in Malaysia manufacturing sector. The dependent variable of this study is time interest earned while the independent variables are debt to capital ratio and working capital. The type of data used in this study is panel data. The sample of study consists of 5 companies in the manufacturing sector and data collected over the period from 2008 until 2017. This study employs Pooled OLS in order to study the relationship between those variables. The result of this study shows that the debt to capital and working capital has a significant relationship with financial distress. In conclusion, it will be important determinants to use in to see the financial distress in the manufacturing industry.

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