

LETTER OF SUBMISSION

27th June 2019

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Dear Madam,

SUBMISSION OF PROJECT PAPER (FIN672)

Attached is the project paper title **“THE MACROECONOMIC DETERMINANTS THAT AFFECT FIVE ASEAN STOCK MARKET PERFORMANCE”** to fulfill the requirement as needed by the Faculty of Business Management, Universiti Teknologi MARA.

Thank you.

Yours sincerely,



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TABLE OF CONTENTS

LIST OF TABLES.....	iii
LIST OF FIGURES.....	iv
LIST OF ABBREVIATIONS.....	v
ACKNOWLEDGEMENT.....	vi
ABSTRACT.....	vii
CHAPTER 1: RESEARCH OVERVIEW.....	1
1.0 Introduction.....	1
1.1 Background of the Study.....	3
1.2 Problem Statement.....	6
1.3 Research Questions.....	8
1.4 Research Objectives.....	8
1.5 Scope of the Study.....	9
1.6 Significance of the Study.....	9
1.7 Limitation of the Study.....	10
1.8 Operational Definitions.....	10
CHAPTER 2: LITERATURE REVIEW.....	12
2.0 Introduction.....	12
2.1 Consumer Price Index (Inflation).....	12
2.2 Crude Oil Prices (COP).....	14
2.3 Exchange Rate (EXR).....	15
2.4 Base Lending Rate (BLR).....	16
2.5 Money Supply (MS).....	17
CHAPTER 3: METHODOLOGY.....	18
3.0 Introduction.....	18
3.1 Research Methods.....	18
3.2 Data Collection Method.....	19
3.3 Variable Descriptions.....	19
3.3.1 Dependent Variable.....	19
3.3.2 Independent Variables.....	20
3.4 Expected Sign.....	21
3.5 Hypothesis.....	23
3.6 Theoretical Framework.....	24

3.7	Conceptual Framework	24
3.8	Estimation Model:	24
3.9	Measurement Analysis	25
3.9.1	Descriptive Statistic	25
3.9.2	Pearson Correlation	25
3.9.3	Pooled OLS Regression Model	25
3.9.4	Panel Data Analysis	26
3.9.5	Random Effect Model (REM) and Fixed Effect Model (FEM)	27
CHAPTER 4: DATA ANALYSIS AND INTEPRETATION		28
4.0	Introduction	28
4.1	Descriptive Statistics	28
4.2	Pearson Correlation	29
4.3	Pooled Ordinary Least Square (POLS) Regression Model	30
4.4	Multicollinearity Test	31
4.5	Heteroscedasticity Test	32
4.6	Panel Data Analysis	32
4.7	Random Effect Model	33
4.8	Final Estimation Model	34
4.9	Conclusion	38
CHAPTER 5: CONCLUSIONS AND RECOMMENDATIONS		39
5.0	Introduction	39
5.1	Conclusions	39
5.2	Recommendations	40
APPENDICES		41
	Appendix 1: Raw Data Collection	41
	Appendix 2: Static Panel Data Analysis	61
REFERENCES		65

ACKNOWLEDGEMENT

My outmost gratitude goes to the Lord Almighty for the great blessings that I can complete this research. The guidance and assistance that I have received from various persons and bodies directly and indirectly have really given me a tremendous help in completing this research.

First of all, I would like to dedicate my appreciation to Universiti Teknologi MARA (UiTM) Dungun Campus for giving me this opportunity to conduct the research. I'm benefit from the learning experience in a way to conduct a research as well as further exploring the knowledge on stock market performance.

Secondly, I wish to express my gratitude to Madam Salwani Binti Affandi (advisor) and Madam Fathiyah Binti Ismail (co-advisor) for assisting and supervising me throughout the completion of this research. Your expertise, professional advice and constructive assistance make this research really meaningful.

Thirdly, a special note of appreciation also goes to librarian of UiTM for his advices and guidance in finding journals and how to access to DataStream for collecting the data.

Fourthly, I would like to thank my friends who help along in giving me a full support and in any other manner during the progress of this research project. To those who have been helping me directly and indirectly, thank you so much for their supports.

Lastly, my heartfelt appreciation to my family members especially my father and mother for being a source of inspiration. They have support me in terms of financial since I'm still a student.

ABSTRACT

Financial crisis in United States (US) has made tremendous impact towards Asean stock market which considered as significant issue for Asean countries. This study will examined the relationship between the macroeconomic determinants of Consumer Price Index (CPI), Crude Oil Prices (COP), Exchange Rate (EXR), Base lending Rate (BLR) and Money Supply (MS) that affect ASEAN five stock market performance. The study was conducted mainly by secondary sources and the data was collected on monthly basis from January 2002 until December 2016 that employs panel data. Results from Random Fixed Effect (REM) found that MS has become the most significant towards Asean stock market which then followed by BLR, CPI and EXR. However, COP shows an insignificant relationship to Asean stock market.

Keywords: *Asean five Stock Market, Macroeconomic Variables, Stock Market Index, REM, CPI.*