

DETERMINANTS OF ECONOMIC GROWTH IN MALAYSIA

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DECLARATION OF ORIGINAL WORK



NURRASMAL BINTI RASDI

2012812718

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CHAPTER 1

1.0 INTRODUCTION

The study will discuss about background of the study that been carried out of this research by exploring the factors of economic growth in Malaysia. Graphically analysis also carried out in order to see the evolution of the variable using time series data. From background of the study, will be highlighted several issue to construct the problem statement. After formulating problem statement, the research objectives will be laid down and scope and limitation will be testing on.

1.1 BACKGROUND OF STUDY

The topic that researcher will cover in this study is the factors of economic growth in Malaysia which include export and inflation as independent variables.

Economic growth can be defined as the development of the economy activities that happens to a country which will lead to an increase in real GDP whereby it is one of the measurements in economic growth. Growth can be described as a process of transformation whether it is examined the economy that is already modern and industrialized or still at an early stage of development. Thus, the GDP growth may experiences some volatility in value. Malaysia is a middle-income country which has transformed itself since the year of 1970 from based-agriculture producer to an emerging multi-sector economy. Malaysia is attempting to achieve high-income status by 2020 and to move farther up the value-added production chain by attracting investments in Islamic finance, high technology industries and services. With the implementation of Economic Transformation Program, the country's economic growth can be accelerate