

## DECLARATION OF ORIGINAL WORK



**BACHELOR OF BUSINESS ADMINISTRATION  
(HONS) (FINANCE)  
FACULTY OF BUSINESS MANAGEMENT  
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Hereby declare that:

- This work has not previously been accepted in substance for any degree, any locally or overseas, and is not being concurrently submitted for this degree or any other degrees.
- The project paper is the result of our independent work and investigation, except where otherwise stated.
- All verbatim extracts have been distinguished by quotation marks and sources of my information have been specifically acknowledged.

Signature:

Date: DECEMBER 2019

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## ABSTRACT

This study aims to examine the relationship between energy stock return with external factors and internal factors. For this study, energy stock returns is focusing on oil and gas stock returns. Stock returns is classified as dependent variables. For independent variables, external factors refers to macroeconomic variables which are oil prices, money supply and gold prices. Internal factors refers to company's financial ratios which includes return to equity (ROE), total asset turnover (TATO), price to book value (PBV), debt to equity ratio (DER) and the size of firm.

The data used in this study were collected during the period from 2009 to 2018 and the samples were taken from 27 energy companies that are listed in Bursa Malaysia. The regression model have been used to explain the relationship between dependent variables and independent variables. Regression result from Pooled Ordinary Least Squares (POLS) indicates that money supply, gold prices, return on equity (ROE), price to book value (PBV) and firm size has a positive and significant relationship with stock returns. Total asset turnover (TATO) were significantly negative to the stock returns.

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