THE DETERMINANT OF STOCK MARKET FLUCTUATION IN MALAYSIA

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TABLE OF CONTENTS

Page

Acknowledgement…… iv

Table of Contents…… v-vii

List of Tables…….. viii

List of Figures……... ix

List of Abbreviations……. x

Abstract……. xi

CHAPTER 1 BACKGROUND OF STUDY…….. 1

1.0 Overview ……..... 1

1.1 Background of study ……..... 1-2

1.1.1 Stock market in Malaysia ……. 2-3

1.2 Problem Statement……... 4-6

1.3 Research Question ……..... 7

1.3.1 Main Research Question…….. 7

1.3.2 Specific Research Question.…… 7

1.4 Research Objectives ……. 7

1.5 Significance of the Study…….. 8

1.5.1 Malaysian government ……... 8

1.5.2 Corporate Management Team/Investors …… 8

1.5.3 Economies and Researchers ……... 8

1.6 Scope of study……... 9

1.7 Limitation of study ……... 9

1.7.1 Time series data ……... 9

1.7.2 Ordinary Least Square ……. 9

1.7.3 The data used only from Malaysia ……. 9-10

1.8 Conclusion …… 10

CHAPTER 2 LITERATURE REVIEW……..... 11

2.0 Introduction…… 11

2.1 Theory Related To Research……..... 11

2.1.1 Efficient Market Hypothesis ……. 11-12

2.2 Stock Index …… 12-14

2.3 Interest rate …… 14-15

2.4 Exchange Rate…….....16-17

2.5 Money Supply…… 18-19

2.6 Consumer Price Index (CPI)……... 20-21

2.7 Research framework and Hypothesis …… 22

2.7.1 Research framework…… 22

2.7.2 Research hypothesis …… 23

2.8 Conclusion ……. 24

CHAPTER 3 RESEARCH METHODOLOGY……. 25

3.0 Introduction ……... 25

3.1 Research Design……. 25

3.2 Method of data analysis…….. 25

3.2.1 Unit root test (stationary test) ……... 25

3.2.1.1 Augmented Dickey-Fuller (ADF) …… 25-26

3.2.1.2 Phillip-Perron (PP) test …… 26

3.2.2 Normality test (Jacque Bera) …….. 26-27

3.2.3 Ramsey's regression (RESET) ……..... 27

3.2.4 Multicollinearity ……... 28

3.2.5 Autocorrelation (Durbin Watson test) …….. 28

3.2.6 Heteroscedasticity (White test) …… 28

3.2.7 Ordinary least square …… 29

3.3 Conclusion…….. 29

CHAPTER 4 DATA ANALYSIS…….. 30

4.0 Introduction……. 30

ABSTRACT

The stock market fluctuation is the problem that often happened in any countries in the world and it will affect the country's economy. This study in order to investigate the stock market fluctuation in Malaysia, the study using FBMKLCI as the indicator to measure the fluctuation of stock market in Malaysia. The determinant that affect the stock market are interest rate, exchange rate, money supply and consumer price index. The data consists from May 2008 until May 2018. Based on the result obtained in this study indicate that there are 3 variables that have significant effect toward Kuala Lumpur Composite Index (KLCI) which is Interest rate, Exchange rate and Consumer price index meanwhile Money supply indicate an insignificant effect toward Kuala Lumpur Composite Index (KLCI). This study will provide a further explanation on the stock market fluctuation in Malaysia.