



DETERMINANTS OF THE HOUSING PRICE IN MALAYSIA

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JANUARY 2018

ACKNOWLEDGEMENT

All praises to almighty ALLAH, the Most Merciful, Most Gracious, Most Benevolent for giving me the opportunities, strength, spiritual and healthy physical in completing this paper accordingly. It would be impossible for me to spent time to complete this study without the grace and help of ALLAH SWT.

First of all, I am greatly indebted to my Advisor, Madam Nor Shahrina Mohd Rafien for her valuable guidance, ideas and comments, continuous support and untiring encouragement throughtout the period to complete this study timely.

My pleasure acknowledgement and thank you to Puan Nor Helynda Ali, Puan Salbiah Yusof and all staff of UMW Corporayion and patient assistance during my internship program. I dedicated this research to my beloved parents and family members for their endless support and understanding. Beyond a simple thank you, I want them to know that I really appreciate what they had done to me. To all my friends and colleagues who have endures with me directly or indirectly the pressure and strain during this study, I bid all of you my utmost appreciation and deepest gratitude.

Lastly, I would like to thank to everyone that involved directly and indirectly for their contribution, invaluable support and encouragement they have placed on me. Without everyone continued support, this study would not been same as presented here.

Thank you.

ABSTRACT

The purpose of the study is to determine the significant the relevance between Inflation Rate, Interest Rate and Gross Domestic Product with Malaysian Housing Price Index during the period from Quarter 1 in year 2010 until Quarter 2 in year 2017. The analysis are conducted using Multiple Linear Regression to get the result. Unit root test and diagnostic test were being used to test whether it is stationary or non-stationary. The multiple linear regression result shows that any of the independent variables were significant relationship towards dependent relationship since the F-value and P-value were 9.040133 and 0.000286 respectively. Therefore, the result is reject the null hypothesis because F-statistic is statistically significant at 1% of significant level. Based on the result, Inflation Rate is not significant and have negative correlated with Malaysian Housing Price Index. Interest Rate and Gross Domestic Product have significant relationship towards Malaysian Housing Price Index.

Keywords: Housing Price, Infalction Rate, Interest Rate, Gross Domestic Product

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