# THE DETERMINATIONS OF PROFITABILITY BETWEEN THE ISLAMIC AND CONVENTIONAL BANKS IN MALAYSIA: EMPRICAL EVIDENCE FROM 2013 UNTIL 2017

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**JUNE 2019** 

#### **ACKNOWLEDGEMENT**

Bissmillahirrahmanirrahim,

Alhamdulillah. Syukur to Allah SWT, because with His permission I can complete this research paper project which is title The determinant of profitability between Islamic and Conventional Banks in Malaysia: empprical evidence from the year 2013 until 2017. This final year project report was prepared for Faculty of Business Management, University Technology Mara Malaysia, UiTM basically for finance student in final year to complete the undergraduate program that leads to the degree of Bachelor of Business Administration (hons) Finance. Firstly, I would like to express my deepest thanks to, Mdm. Anastasiah Binti Harbi, a lecturer at Faculty of Business Managemnt, UiTM and also assign, as my supervisor who had guided be a lot during semester 6. I also want to thanks Mdm. Flicia Rimin, as a course coordinator, she has helped me to finish this research by giving many good advices to me how to make a good research.

Also not forget the lecturers, staffs and students of BBA (hons) Finance, Uitm for their support, help and cooperation during I complete this research that had given valuable information, suggestions and guidance in the compilation and preparation this research. Deepest thanks and appreciation to my parents, family, friends, and others for their cooperation, encouragement, constructive suggestion and full of support for the report completion, from the beginning till the end. Also thanks to everyone, that has been contributed by supporting my work and helps myself during the research progress till it is fully completed.

Once again, thank you very much, may Allah SWT bless you all.

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#### **ABSTRACT**

The aim of this study is to examine the performance of the Malaysian's Islamic banks and Conventional banks, and compare their profitability in the financial sector. Profitability of banks can be influenced by several factors, such as liquidity, credit, capital, operating expenses, and the size of the banks. For this study its examine the relation between capital adequacy, liquidity ratios and the bank size. And Islamic banks its data pooled by the fixed effect and for the conventional its pooled by the random effect its because there have a different result on the Hausman test. And there have a significant relations also positive relationship between liquidity and the return on assets.