



**THE RELATIONSHIP BETWEEN GOVERNMENT POLICIES AND STOCK MARKET  
RETURN**

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## TABLE OF CONTENTS

	Page	
TITLE PAGE	i	
DECLARATION OF ORIGINAL WORK	ii	
LETTER OF TRANSMITTAL	iii	
ACKNOWLEDGEMENT	iv	
TABLE OF CONTENTS	v	
LIST OF FIGURES	viii	
LIST OF TABLES	ix	
LIST OF ABBREVIATIONS	x	
ABSTRACT	xi	
<b>CHAPTER 1</b>	<b>RESEARCH OVERVIEW</b>	
1.1	Introduction	1
1.2	Research Objectives	2
1.3	Problem statement	2
1.4	Scope and Limitation of Study	3
<b>CHAPTER 2</b>	<b>LITERATURE REVIEW</b>	
2.1	Introduction	4
2.2	Foreign Exchange and Stock Market Return	5
2.3	Interest Rate and Stock Market Return	6
2.4	Inflation and Stock Market Return	7
2.5	Conceptual Framework	8
	2.5.1 Foreign Exchange	9
	2.5.2 Interest Rate	10
	2.5.3 Inflation	10

<b>CHAPTER 3</b>	<b>RESEARCH METHODOLOGY</b>	
3.1	Introduction	11
3.2	Hypothesis Development	11
3.3	Research Design	12
3.4	Sample Selection and Data Collection	12
	3.4.1 Secondary Data	12
	3.4.2 Sources of Data	12
3.5	Variables and Measurement	14
	3.5.1 Independent Variables	14
	3.5.2 Dependent Variables	14
	3.5.3 Sampling Technique	16
	3.5.4 Sampling Size	16
3.6	Data Analysis	17
	3.6.1 Multiple Regression Model	17
3.7	Flow of Estimation Process	19
3.8	Conclusion	20
<b>CHAPTER 4</b>	<b>DATA ANALYSIS</b>	
4.1	Introduction	21
4.2	Statistical Test	21
	4.2.1 Augmented Dickey-Fuller (ADF) and Ordinary Least Square (OLS)	21
4.3	Diagnostic Test	22
	4.3.1 Descriptive Statistics	22
	4.3.2 Unit Root Test	24
	4.3.3 Ordinary Least Square Test (OLS)	26
	4.3.4 Multicollinearity Test	27
	4.3.5 Heteroscedasticity Test	28
	4.3.6 Autocorrelation Test	29
4.4	Conclusion	29

# ***The relationship between Government Policies and Stock Market Return***

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## **ABSTRACT**

This paper studies about the relationship between the government policy and the performance of the stock market return. In 1920s, there are few people have identified that the government is one of the major player in the changes of the government policy as a consequence it can affect the stock market return. Therefore, this paper will show how the government policy will affect the stock market return. In addition, this paper also seek to determine whether there is a significant relationship between the government policy and the stock market return.