



**THE EFFECTIVENESS OF E-BANKING
TOWARDS CUSTOMERS ACCEPTANCE**

**NUR AZREENA BINTI AHMAD
2010692132**

**BACHELOR OF BUSINESS ADMINISTRATION
WITH HONOURS (FINANCE)
FACULTY OF BUSINESS MANAGEMENT
UNIVERSITI TEKNOLOGI MARA
MALACCA CITY CAMPUS**

JULY 2012

DECLARATION OF ORIGINAL WORK



**BACHELOR OF BUSINESS ADMINISTRATION
WITH HONOURS (FINANCE)
FACULTY OF BUSINESS MANAGEMENT
UNIVERSITI TEKNOLOGI MARA
“DECLARATION OF ORIGINAL WORK”**

I, Nur Azreena Binti Ahmad,

Hereby, declare that:

- This work has not previously been accepted in substances for any degree, locally or overseas, and is not being concurrently submitted for this degree or any other degrees.
- This project paper is the result of my 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: _____

ACKNOWLEDGEMENT

Thanks to god, who with His willing give me the opportunity to complete this report which is title of the effectiveness of e-ban in to ards customer s acceptance.

I would like to convey my gratitude and thank you to my advisor, Madam Rohaiza binti Kamis for her constructive ideas, valuable suggestion and assistance, which have significantly helped me in my preparation in this study. Your constant encouragement from the beginning until now is much appreciated. My special thanks also to my examiner, Dr. Fahmi bin Abdul Rahim.

I would like to express my special thanks to my manager of TELEKOM MALAYSIA BERHAD, Madam Siti Norazian bt Lufti, and also to other staffs that helps me in giving feedback, giving their hands, advice and guidance during my training period and during the process of completing this research.

Deepest thanks and appreciation to my parents, family, 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 all of my friends and everyone, that has contributed by supporting my work and helps me during the construction of the report.

Last but not least, I would like to thanks the entire respondents that have answered the questionnaire that I have distributed. Thank you for your cooperation.

ABSTRACT

The purpose of this research is to determine the factors influencing acceptance level of internet banking by the bank customers. There are three constructs compiled into a structural model to explain the customer acceptance level of internet banking, i.e. security and privacy of online banking, perceived usefulness and convenience of online banking that can influence customers acceptance. The data were collected randomly taking respondents that have used internet banking. 60 questionnaires were developed in order to achieve the research objectives of the study. As to achieve the objectives, the data collected was analyzed using four methods which are frequency analysis, descriptive analysis, factor analysis, reliability analysis and correlation analysis. From all tests, the results show that the overall proposed hypotheses are accepted.

Key words: Internet banking Effectiveness Customers Acceptance

TABLE OF CONTENTS

	PAGE
DECLARATION OF ORIGINAL WORK	ii
LETTER OF SUBMISSION	iii
ACKNOWLEDGEMENT	iv
TABLE OF CONTENTS	v - vii
LIST OF TABLES/ FIGURES	viii
ABSTRACT	xi
CHAPTER 1: INTRODUCTION	
1.1 Introduction	1
1.2 Problem Statement	3
1.3 Research Objectives	4
1.4 Research Questions	5
1.5 Significance of Study	5
1.5.1 The Public	
1.5.2 The Bank	
1.5.3 UiTM	
1.5.4 The Researcher	
1.6 Scope of Study	6
1.7 Limitation of Study	6
1.7.1 Time Constraint	
1.7.2 Feedback from Respondents	
1.7.3 Financial Constrains	