



**THE DETERMINANTS OF HOUSEHOLD DEBTS IN MALAYSIA DURING THE  
PERIOD OF: Q3 2009 TO Q4 2016**

**MUHAMAD HATEEM KHAN BIN AYOB KHAN  
2015149159**

**BACHELOR OF BUSINESS ADMINISTRATION  
WITH HONOURS (FINANCE)  
FACULTY OF BUSINESS MANAGEMENT  
UNIVERSITI TEKNOLOGI MARA  
MELAKA**

**DECEMBER 2017**

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**Submitted In Partial Fulfilment Of The  
Requirement For The  
Bachelor of Business Administration with Honours (Finance)**

**FACULTY OF BUSINESS MANAGEMENT  
UNIVERSITY TECHNOLOGY MARA  
MELAKA**

**DECEMBER 2017**

## **DECLARATION OF ORIGINAL WORK**



**BACHELOR OF BUSINESS ADMINISTRATION  
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FACULTY OF BUSINESS MANAGEMENT  
UNIVERSITI TEKNOLOGI MARA  
"DECLARATION OF ORIGINAL WORK"**

I, MUHAMAD HATEEM KHAN BIN AYOB KHAN, (I/C NUMBER: 940204-14-5181)

Hereby, declare that:

- This work has not previously been accepted in substance for any degree, locally or overseas, and is not being concurrently submitted for this degree or any degrees.
- This project-paper is the result of my independent work and investigation, except where otherwise stated.
- All verbatim extracts have been distinguished by equation marks and sources of my information have been specifically acknowledged.
- Signature: \_\_\_\_\_ Date: \_\_\_\_\_

LETTER OF SUBMISSION

December 2017

Madam Azhana Bt Othman  
Lecturer of Faculty Business Management  
Kampus Bandaraya Melaka  
Universiti Teknologi MARA Melaka  
110 Off Jalan Hang Tuah  
75300 Melaka Bandaraya Bersejarah

Dear Sir/Madam,

SUBMISSION OF FINAL PROJECT PAPER

Attached is the project paper title “**THE DETERMINANTS OF HOUSEHOLD DEBTS IN MALAYSIA**” to fulfil the requirement needed by the Faculty of Business Management, Universiti Teknologi MARA.

Thank You.

Yours Sincerely,

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MUHAMAD HATEEM KHAN BIN AYOB KHAN

2015149159

Bachelor of Business Administration with Honours (Finance)

## **ABSTRACT**

The purpose of this study is to investigate the determinants of household debts in Malaysia during the period of Q3 2009 to Q4 2016. The study use descriptive statistics and ordinary least squared method with normality, serial correlation, heteroscedasticity, multicollinearity test and model specification. The findings of this study show that only two independent variables are significant while the other one is insignificant. Basically this research study based on the previous study Increasing Household Debts and its Relation to GDP, interest rate and House Price: Malaysia's perspective by Sharezan Rahman and Mansur Masih (2014).