



**FACTOR THAT INFLUENCE SAVING BEHAVIOUR  
AMONG HOUSEHOLD IN MALAYSIA**

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

**JANUARY 2018**

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**Submitted in Partial Fulfilment of the  
Requirement for the  
Bachelor of Business Administration with Honours (Finance)**

**FACULTY OF BUSINESS MANAGEMENT  
UNIVERSITI TEKNOLOGI MARA  
MALACCA CITY CAMPUS**

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## **DECLARATION OF ORIGINAL WORK**



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

I, Muhammad Faiz Bin Jamaludin, (I/C Number: 930626-04-5261)

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 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: \_\_\_\_\_  
(Muhammad Faiz Bin Jamaludin)

Date: \_\_\_\_\_

## **LETTER OF SUBMISSION**

12th January 2018

Head of Program  
Bachelor of Business Administration with Honors (Finance)  
Faculty of Business Management  
Universiti Teknologi Mara  
40450 Melaka

Dear Sir/Madam,

### **Submission of Final Project Paper**

Attached is the project paper titled “**Factor That Influence Saving Behavior among Household in Malaysia**” to fulfill the requirement as needed by the Faculty of Business Management, Universiti Teknologi Mara.

Thank you.

Sincerely,

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Muhammad Faiz Bin Jamaludin  
2015238766  
Bachelor of Business Administration (Hons) (Finance)

## **ABSTRACT**

This project paper entitled “Factor That Influence Saving Behavior among Household in Malaysia” was conducted from September 2017 until January 2018. The researchers came out with this project paper to investigate the factor that influence saving behavior among household in Malaysia. The dependent variable of the study is saving while independent variables are interest rate, inflation rate, income level and consumption level. The study was conducted in Malaysia and used 37 observation of annually period of data which from 1980 until 2016. This study used time series data and also applied Multiple Linear Regression method in order to study the existence of relationship between those variables. The result of this study found that interest rate, inflation rate and consumption level has positive significant relationship with saving while income level do not have significant relationship with saving.

Keyword: OLS, saving behavior among household, interest rate, inflation rate, income level and consumption level.