



اُونِيُوَرَسِيْتِي تِيكْنُوْلُوْجِي مَارَا  
UNIVERSITI  
TEKNOLOGI  
MARA

**GOVERNMENT EXPENDITURE COMPONENTS THAT AFFECTS ECONOMIC GROWTH**

**IN MALAYSIA**

**NURAIDA IDORA BINTI M RAMLEE**

**2015144533**

**BACHELOR OF BUSINESS ADMINISTRATION (HONS) FINANCE**

**FACULTY OF BUSINESS MANAGEMENT**

**UNIVERSITI TEKNOLOGI MARA**

**MALACCA CITY CAMPUS**

**JULY 2018**

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IN MALAYSIA**

**NURAI DA IDORA BINTI M RAMLEE**

**2015144533**

**Submitted in Partial Fulfillment of the  
Requirement for the  
Bachelor of Business Administration with Honors (Finance)**

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

**JULY 2018**

**DECLARATION OF ORIGINAL WORK**



**BACHELOR OF BUSINESS ADMINISTRATION (HONS) FINANCE**

**FACULTY OF BUSINESS MANAGEMENT**

**UNIVERSITI TEKNOLOGI MARA**

**“DECLARATION OF ORIGINAL WORK”**

I, NURAIIDA IDORA BINTI M RAMLEE, (2015144533)

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 degree.
- 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: \_\_\_\_\_  
(Nuraida Idora Binti M Ramlee)

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

## LETTER OF SUBMISSION

NURAIIDA IDORA BINTI M RAMLEE  
Faculty of Business Management  
Universiti Teknologi Mara  
Malacca City Campus  
40450 Melaka

3rd July 2018

Head of Program  
Bachelor of Business Administration (Hons) Finance  
Faculty of Business Management  
Universiti Teknologi Mara  
Malacca City Campus  
40450 Melaka

Dear Madam,

### SUBMISSION OF FINAL PROJECT PAPER

Attached is the project paper entitled “**Government Expenditure Components That Affects Economic Growth**” to fulfill the requirement as needed by the Faculty of Business Management, Universiti Teknologi Mara.

Thank you.

Sincerely,

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**NURAIIDA IDORA BINTI M RAMLEE**

2015144533

Bachelor of Business Administration (Hons) Finance

## **ABSTRACT**

This study is an effort to investigate the government expenditure components that affects economic growth in Malaysia for a period of 30 years from year 1987 to 2016. There were four government expenditure components had been listed which are Education Expenditure (ED), Health Expenditure (HE), Defense and Security Expenditure (DS) and last but not least Social Services Expenditure (SS) as independent variables and Economic Growth (GDP) as dependent variable. This study used 30 secondary data for each variables from year 1987 to 2016 on yearly basis. This study used Eviews9 software as a statistical tool for the purpose of the data analysis. All of the results obtained portrayed all of the variables which are ED, HE, DS and SS towards GDP. This study would be beneficial to the researcher, to the public, and policy makers in order for them to shape the future of a country without wasting any resources.