THE RELATIONSHIP BETWEEN CURRENCY AND STOCK PRICE BETWEEN MALAYSIA AND THAILAND FROM YEAR 2005 -2010

DIAWATUL ADAWIAH BT SALBANI
2008561805

BACHELOR OF BUSINESS ADMINISTRATION
(HONS) FINANCE
FACULTY OF BUSINESS MANAGEMENT
UNIVERSITI TEKNOLOGI MARA
MALACCA CITY CAMPUS

APRIL 2011

THE RELATIONSHIP BETWEEN CURRENCY AND STOCK PRICE :

MALAYSIA AND THAILAND FROM YEAR 2005 - 2010

DIAWATUL ADAWIAH BT SALBANI

2008561805

Submitted in Partial Fulfillment

of the Requirement for the

Bachelor of Business Administration

(Hons) Finance

FACULTY OF BUSINESS ADMINISTRATION

UiTM, MALACCA CITY CAMPUS

APRIL 2011

DECLARATION OF ORIGINAL WORK

BACHELOR OF BUSINESS ADMINISTRATION

(HONS) FINANCE

FACULTY OF BUSINESS MANAGEMENT

UNIVERSITI TEKNOLOGI MARA

MALACCA CITY CAMPUS

"DECLARATION OF ORIGINAL WORK"

I, Diawatul Adawiah bt Salbani (I/C Number: 870204-43-5196)

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:__________________ Date:______________

LETTER OF SUBMISSION

2nd May 2011

The Head of Program

Bachelor of Business Administration (Hons) Finance

Faculty of Business Management

Universiti Teknologi MARA

Bandaraya Melaka.

Dear Madam,

SUBMISSION OF PROJECT PAPER

Attached is the project paper entitled “The Relationship Between Currency and Stock Price : Malaysia and Thailand From Year 2005 - 2010” to fulfill the requirement as needed by the Faculty of Business Management, Universiti Teknologi MARA

Thank you.

Yours sincerely,

DIAWATUL ADAWIAH BT SALBANI

2008561805

Bachelor of Business Administration (Hons) Finance

ABSTRACT

The study was conducted to find out the significant relationship between independent variables with dependent variable. The variables selected are currency (Malaysia and Thailand). The dependent variable is stock price (KLCI and AORD). The method used for this study is the regression analysis. The result then has been interpreted base on the correlation and coefficient correlation. The data used for the study are collected from the year 2005 to 2010. Base on the result, it was concluded that currency is significant to the stock price. However, there are negative relationship between currency and stock price in each country.