



**FACTORS OF UNEMPLOYMENT RATE IN MALAYSIA**

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**WITH HONOURS (FINANCE)**

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**JULY 2019**

## DECLARATION OF ORIGINAL WORK



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

I, **NUR NAJIHAH BINTI MAT ZAIN** (I/C NUMBER: **950225-14-5286**)

Hereby declare that:

- This work has not previously been accepted in substance for any degree, any locally or overseas, and is not being concurrently submitted for this degree or any other degree
- The project paper is the result of our 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**

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5<sup>th</sup> July 2019

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Dear Sir,

### **SUBMISSION OF FINAL PROJECT PAPER**

Attached is the project paper entitled “**Factors of Unemployment rate in Malaysia**” to fulfil the requirement a needed by the Faculty of Business Management, University Technology Mara Malacca City Campus

Thank you.

Sincerely,

NUR NAJIHAH BINTI MAT ZAIN

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## **ABSTRACT**

The issue of Unemployment Rate in Malaysia is very current issue nowadays. The objective of this study is to evaluate the relationship between Unemployment Rate (UR) with FDI, INF, GDP and POP. In this study, Unemployment Rate (UR) is the dependent variable while the macroeconomic factors are independent variables. The time period observed is from the year 1970 to the year 2017 and all the tests will be conducted based on annually data which is total 48 observations. The Multiple Regression Analysis method is used as the analysis procedure predicting the Unemployment Rate (UR). The result of this study shows that the independent variable of Inflation Rate (INF) and POP are negative significantly with Unemployment Rate (UR). For GDP is positive significant result with Unemployment Rate (UR). FDI is negative insignificant with Unemployment Rate (UR). Investors and government should consider these variables in order to detect early sign of unemployment rate in Malaysia thus can take some initiatives to prevent these problems.