



**FACTORS INFLUENCING CONSUMER ACCEPTANCE OF ONLINE  
BANKING: A CASE STUDY ON KUALA LUMPUR AREA**

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## DECLARATION OF ORIGINAL WORK



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

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**UNIVERSITY TEKNOLOGI MARA MALACCA CITY CAMPUS**

We, Nuramira Bt Azrai (2012202772) and Anis Nabilah Bt Abdul Hamid (2012277732).

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 many 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:

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## LETTER OF SUBMISSION

4<sup>th</sup> July 2014

The Head of Program

Bachelor of Business Administration (Hons) Finance

Faculty of Business Management

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Dear Sir/Madam,

### Submission of Project Paper

Attached is project paper titled “FACTORS INFLUENCING CONSUMER ACCEPTANCE OF ONLINE BANKING: A CASE STUDY ON KUALA LUMPUR AREA” to fulfil the requirement as needed by the Faculty of Business Management, Universiti Teknologi MARA (UiTM).

Thank you.

Yours sincerely,

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(NURAMIRA BT AZRAI)

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(ANIS NABILAH BT ABDUL HAMID)

## **ABSTRACT**

Internet banking has becoming the most advance channel in financial service and offers many benefits to financial institutions and as well to the consumer. Internet banking provide a lot of advantages such as quick service delivery, reduced frequency of going to banks physically and reduced cash handling. The purpose of this study is to investigate the factors that influence the acceptance of Internet banking in Kuala Lumpur area. There are three factors that influencing the Internet banking acceptance which were ease of use, security and privacy, quality of internet connection. The study follows descriptive research using survey methods. A set of questionnaires of multiple choice and five (5) point likert scale was developed and 100 questionnaires were distributed around Kuala Lumpur area. Frequency analysis, reliability test, correlation analysis, regression analysis, Durbin Watson and coefficient of determination have been chosen as the method to find the result. The findings indicated that ease of use is the most factors that influence the acceptance of Internet Banking in Kuala Lumpur area compared to security and the quality of internet connection. As for future researcher, it recommended that this study can be conduct at different state in Malaysia such as in rural area to know more about the factors that can influence the acceptance of online banking usage.

**Keywords:** Internet banking, Acceptance, Ease of use, Security, and Quality.

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