FACTORS THAT AFFECT MALAYSIAN RINGGIT CURRENCY
(1995 - 2009)

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OCTOBER 2010

DECLARATION OF ORIGINAL WORK

**BACHELOR OF BUSINESS ADMINISTRATION
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"DECLARATION OF ORIGINAL WORK"

I, **NORISMA WAHIDA BINTI AB WAHAB,**   **(I/C Number: 870119-06-5688)**

Hereby declared that:

1. This work has not previously been accepted in any substance for any degree, locally or overseas, and is not being concurrently submitted for this degree or any other degree.

2. This project paper is the result of my independent work and investigation except where otherwise stated.

3. All verbatim extracts have been distinguished by quotation marks and sources of my information have been specifically acknowledged.

Signature: _____   Date:_____

LETTER OF SUBMISSION

3rd November 2010

The Head of Program
Bachelor of Business Administration (Hons.) Finance
Faculty of Business Management
Universiti Teknologi Mara
Kampus Bandaraya Melaka
75300
Melaka Bandaraya Bersejarah

Dear Sir/ Madam

SUBMISSION OF RESEARCH PAPER

Attached is the project paper entitled "Factors THAT AFFECT MALAYSIAN RINGGIT CURRENCY (MYR)" to fulfill the requirement as needed by the Faculty of Business Management, Universiti Teknologi MARA, Bandaraya Melaka.

Thank you.

Yours sincerely,

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Norisma Wahida Binti Ab Wahab
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CHAPTERS

1. INTRODUCTION

ABSTRACT

This paper attempts to identify the factors that affect the Malaysian Ringgit (MYR) during Year 1995-2009 in comparison with those of the Malaysian experience. It consist three independent variable which is inflation rate, economic growth and also investment where come from balance of payment of Malaysia. This paper also studies the relationship of the three independent variables with MYR. Using SPSS and DataStream as the way to find the data, the paper concludes that the some of the independent variable have significant relationship with the studies. The Malaysian economy faced major constraints represented in financial crises, slowdown in the global demand for electronics, fall in investment rate, high unemployment, and public debt, yet was able to continue recovering the economic performance after downturns with both its fiscal and monetary policies supporting its economic activity. As the paper are only use data for 15 years, it is recommended to use the data which is more than 20 years to find it significant level for the independent variables.

Keywords: Malaysian Ringgit, Inflation Rate, Economic Growth Rate, and Investment.