



**FACTORS AFFECTING STOCK MARKET
PERFORMANCE IN MALAYSIA
(2008 – 2018)**

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DECLARATION OF ORIGINAL WORK



**BACHELOR OF BUSINESS ADMINISTRATION
WITH HONOURS (FINANCE)
FACULTY OF BUSINESS MANAGEMENT
UNIVERSITI TEKNOLOGI MARA MELAKA
'DECLARATION OF ORIGINAL WORK'**

I, MOHAMAD FAIZUL AFHAM BIN IBRAHIM, (I/C NUMBER: 951013-10-5455)

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 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: _____

(MOHAMAD FAIZUL AFHAM BIN IBRAHIM)

Date: _____

LETTER OF SUBMISSION

9th January 2020

Madam Shahreena binti Daud
Faculty of Business and Management
Universiti Teknologi MARA (UiTM)
Bandaraya Melaka Campus
75300 Melaka.

Dear Sir/Madam,

Submission of Final Project Paper

Attached is the project paper titled “**Factors Affecting Stock Market Performance in Malaysia**” to fulfill the requirement as needed by the Faculty of Business and Management, Universiti Teknologi MARA.

Thank you.

Sincerely,

Mohamad Faizul Afham bin Ibrahim

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Bachelor of Business Administration (Honors) Finance

TABLE OF CONTENT

	Page
PAGE TITLE	i
DECLARATION OF ORIGINAL WORK	ii
LETTER OF TRANSMITTAL	iii
ACKNOWLEDGEMENT	iv
TABLE OF CONTENT	v
LIST OF FIGURE	xi
LIST OF TABLE	xii
LIST OF ABBREVIATIONS	xiii
ABSTRACT	xiv
CHAPTER ONE	
INTRODUCTION	
1.0 Introduction	1
1.1 Research Background	2
1.2 Problem Statement	5
1.3 Research Objective	9
1.4 Research Questions	10
1.5 Hypothesis of Study	11
1.6 Significance of Study	12
1.7 Limitations of The Study	13
1.8 Conclusion	13

ABSTRACT

The main objective of this study is to investigate the relationship between macroeconomic variables which consist of Crude Oil Price, Exchange Rate, Money Supply, Gross Domestic Product and Inflation towards the stock market performance in Malaysia. The study employed Multiple Linear Regression in order to find the relationships among independent variables and dependent variable. The data is collected from year 2008 until 2018 and it is conducted on a yearly basis which is 10 years observations. From the result, it reveals that Money Supply and Crude Oil Price has a significant positive relationship towards stock market performance. While Gross Domestic Product found insignificantly positive relationship towards stock market performance in Malaysia and Exchange Rate found insignificantly negative relationship between stock market performances in Malaysia. While Inflation found significant negative relationship between stock market performance in Malaysia. These results give additional understanding of the relationship between the macroeconomic variables and Stock Market Performance plus it might also be helpful for the speculator, regulator and investor.

Keywords: *Stock Market Performance, Crude Oil Price, Gross Domestic Product, Exchange Rate, Money Supply, Inflation, Malaysia*