A CASE STUDY ON THE FACTORS AFFECTING BANKRUPTCY CASES IN MALAYSIA

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JULY 2015

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Submitted in Partial Fulfillment of the
Requirement for the
Bachelor of Business Administration (Hons) Finance

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JULY 2015

DECALARATION OF ORIGINAL WORK

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

I, Siti Hajjar Bt. Saabah, (I/C Number: 910621-14-5740)

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

01 JULY 2015

The Head of Program
Bachelor of Business Administration (Hons) Finance
Faculty of Business Management
Universiti Teknologi Mara
Kampus Bandaraya Melaka
110 Off Jalan Hang Tuah
75300 Melaka

Dear Madam,

Attached is the project paper titled "A study case on the factors that affecting bankruptcy cases in Malaysia" to fulfill the requirement as needed by the Faculty of Business Management, Universiti Teknologi Mara.

Thank you.

Sincerely,

SITI HAJJAR BINTI SAABAH
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Bachelor of Business Administration (Hons) Finance

ABSTRACT

The Bankruptcy cases in the country are depending on individual manages their money and prevent from job loss which can make their life troubles. In this study, the researcher wants to investigate the factors that contribute to bankruptcy by using the time series data which is from January 2010 to December 2014 for country of Malaysia. The researcher wants to estimate whether the independent variables are having a relationship with the bankruptcy cases in Malaysia. Finding shows that, only unemployment is significant towards bankruptcy cases in Malaysia, while the other variables there are non-performing loans, households' wages and credit card debt do not have a significant relationship towards bankruptcy cases in Malaysia. The researcher has used secondary data in the studies. In addition, the researcher also uses Static Ordinary Least Square Method, which consists of Single Linear Regression and Multiple Linear Regression to examine the total bankruptcy of the country. The researcher has chosen to use both methods in order to get the robust result at the end of the models. Finally, I have come out with the conclusion and recommendation to improve bankruptcy cases in the future.