

UNIVERSITI TEKNOLOGI MARA

**FACTORS INFLUENCING
SHARE REPURCHASE DECISION
OF LISTED COMPANIES
IN BURSA MALAYSIA
(MAIN MARKET)**

AHMAD HAZIQ BIN AHMAD BAKHTIAR

Thesis submitted in fulfillment
of the requirements for the degree of
**Bachelor of Business Administration
(Hons) (Investment Management)**

Faculty of Business and Management

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**BACHELOR OF BUSINESS ADMINISTRATION
(HONS) INVESTMENT MANAGEMENT
FACULTY OF BUSINESS AND MANAGEMENT
UNIVERSITI TEKNOLOGI MARA
JOHOR**

DECLARATION OF ORIGINAL WORK

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Student I.D. No: **2015282914**

Hereby, declared that,

- This work has not previously been accepted in substance for any degree, locally or overseas, and is not being concurrently submitted for these degrees or any other degrees.
- This project-paper is the results 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: _____

Haziq Bakhtiar

Date: _____

9/7/2017

LETTER OF SUBMISSION

08th July 2017

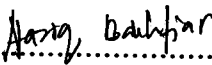
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Dear Prof/Dr/Sir/Madam/Miss,
SUBMISSION OF PROJECT PAPER

Attached is the project paper titled “**FACTORS INFLUENCING SHARE REPURCHASE DECISION OF LISTED COMPANIES IN BURSA MALAYSIA (MAIN MARKET)**” to fulfill the requirement as needed by the Faculty of Business Management, Universiti Teknologi MARA.

Thank you.

Yours sincerely,


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AHMAD HAZIQ BIN AHMAD BAKHTIAR

2015282914

Bachelor of Business Administration (Hons) Investment Management

ABSTRACT

The purpose of this research is to identify the factors or motivations that influence share repurchase or share buy-back decision in Malaysia. The research is based on actual share repurchase made by companies that are listed in Main Market. The actual repurchase is constructed through the second announcement made following the first announcement in Bursa Malaysia. The Multiple Linear Regression Model is used in this research by involving repurchased firms and companies using cross sectional data. This study consists of four independent variables; cash flow, dividend paid, leverage ratio, and market-to-book value ratio. The time period of the data sample covers year 2015 involving 86 out of 171 listed companies with financial year end of 31 December. The focus of the study is to determine whether the selected independent variables have relationship or no towards the decision of share repurchase in Malaysia.

Keyword: Share repurchase, share buy-back, dividend, stock undervaluation.

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