

UNIVERSITI TEKNOLOGI MARA

**THE DETERMINANTS OF HOUSEHOLD
DEBTS IN ASIAN COUNTRIES**

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Final Year Project Paper submitted in fulfillment
of the requirements for the degree of
**Bachelor of Business Administration
(Finance)**

Faculty of Business and Management

December 2018

AUTHOR'S DECLARATION

I declare that the work in this final year project paper was carried out in accordance with the regulations of Universiti Teknologi MARA. It is original and is the results of my own work, unless otherwise indicated or acknowledged as referenced work. This thesis has not been submitted to any other academic institution or non-academic institution for any degree or qualification.

I, hereby, acknowledge that I have been supplied with the Academic Rules and Regulations for Undergraduate, Universiti Teknologi MARA, regulating the conduct of my study and research.


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ABSTRACT

Household indebtedness problem caused economic slowdown and even financial crisis resulting in global financial instability. High level of household debt not only resulted in social and family predicament but also emotional and psychological stress. This study analyses the determinants of household indebtedness in Asian countries which is Malaysia, Brunei, Singapore, South Korea and Australia. This study used descriptive statistics and ordinary least squared method with normality, multiple regression, descriptive analysis unit and correlation. The level of household debt is significantly affected by macroeconomic factors including gross domestic product, interest rate and unemployment rate (Ho, View & Ho,2016).

ACKNOWLEDGEMENT

Praise to Allah S.W.T the Lord of the universe, for the wisdom, strength and blessings given to me in completing this project paper. Peace and blessing of Allah ne upon His Messenger, Muhammad S.A.W

Firstly, I would like to express my heartfelt gratitude and appreciation to my first advisor Encik Oswald @ Timothy Edward and my coordinator Puan Nur Liyana binti Mohamed Yousop who had guided me throughout the duration of this research study. I appreciate the valuable of time, guidance, and advices she has given for the completion of this research project.

Furthermore, I would also like to thank the librarians of Universiti Teknologi MARA, Segamat Campus who have guided me directly and indirectly with new insights and ideas on the path of completing this study. Besides, I deeply appreciate the moral support, understanding and endless love in which my family have given unconditionally throughout the process.

Lastly, the cooperation and support received from my beloved family especially my mother Rahmah binti Mohd and all the member, Amir Haniff, Nur Nadirah, Nurul Nazurah, Siti Nadia and Norliana that willing to guide me with provide the valuable information to finish this research project and all of assistance from them.

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