

**THE LINKAGES BETWEEN ECONOMIC
GROWTH, EMPLOYMENT AND POVERTY
REDUCTION**

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

**FACULTY OF BUSINESS MANAGEMENT
UITM, JOHOR**

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DECLARATION OF ORIGINAL WORK



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

“DECLARATION OF ORIGINAL WORK”

I, FARAH ADLINA BINTI MOKTER (I/C NO: 840506-04-5178)

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: *Farah*

Date: 11 MAY 2007

4th MAY 2007

The Programme Coordinator
Bachelor of Business Administration (Hons) Finance¹
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Johor.

Dear Sir,

SUBMISSION OF PROJECT PAPER

Attached is the project paper titled "THE LINKAGES BETWEEN ECONOMIC GROWTH, EMPLOYMENT AND POVERTY REDUCTION" to fulfill the requirement as needed by the Faculty of Business Management, University Teknologi MARA

Thank you

Yours sincerely

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ABSTRACT

The purpose of this research is to investigate the linkages between economic growth, employment and poverty reduction. It will determine the effect of economic growth and employment towards poverty reduction. This research will study the important role of employment as to determine the inter-relationship of economic growth and poverty reduction. The data are GDP percapita, employment and poverty rate. The variables will be analyzed for different years for each country because the data for poverty is very limited.

This study will be used the Multiple Regression Model for the statistical tool. The statistical software that has been used to analyze the data is the Statistical Package for Social Science (SPSS). Sustained economic growth has a positive impact on poverty reduction. When economic growth generates employment for the poor, it will raise the labor demand, which help the poor who are unemployed find jobs and earn enough income to meet their basic needs. And if labor productivity of the poor and marginal return for the poor increase from economic growth, the implication is an increase in their income.