



اَوْنِيُوْرْسِيْتِي تِيْكْنُوْلُوْجِي مَارَا
UNIVERSITI TEKNOLOGI MARA
CAWANGAN KELANTAN

**FACTORS INFLUENCING OF
RINGGIT MALAYSIA**

PREPARED BY

FHATHIN SYAZWANIE BIN IZHAR

2009233342

BACHELOR OF BUSINESS ADMINISTRATION (HONS) FINANCE

FACULTY OF BUSINESS MANAGEMENT

UNIVERSITI TEKNOLOGI MARA

KAMPUS KOTA BHARU,

KELANTAN

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DECLARATION OF ORIGINAL WORK



اَوْنَبُوْرَسِيْتِي تِيْكَنُوْلُوْجِي مَارَا
UNIVERSITI TEKNOLOGI MARA
CAWANGAN KELANTAN

BACHELOR OF BUSINESS ADMINISTRATION (HONS) FINANCE

FACULTY OF BUSINESS MANAGEMENT

UNIVERSITI TEKNOLOGI MARA

I, Fhathin Syazwanie binti Izhar, 2009233342, 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 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: _____

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ABSTRACT

Purpose: The purpose of the thesis is to investigate the relationship between the Foreign Direct Investment (FDI), Gross Domestic Product (GDI), inflation rate, United State Dollar (US\$), interest rate and the movement of Ringgit Malaysia. Besides that, it also to study which is the main factors influencing of Ringgit Malaysia.

Background: The reason why government should internalize the Ringgit Malaysia as stated by the Prime Minister, Datuk Seri Najib Razak. Therefore, it needs to know about the factors influence the movement of Ringgit Malaysia.

Method: Researcher uses the quarterly data from 1999 to 2009 of the Ringgit Malaysia as the dependent variable, interest rate, inflation rate, gross domestic product and foreign direct investment as independent variable. By having that data, the researcher uses the SPSS and AMOS to find the result.

Conclusion: The finding comes out with the four variables selected are significant while only one variable is not significant. Four variables are interest rate. Inflation rate, gross domestic product and foreign direct investment has the positive relationship and only United Stated Dollar detected insignificant relationship toward the movement of Ringgit Malaysia.