



UNIVERSITI TEKNOLOGI MARA

**“FACTORS THAT AFFECTING STOCK PRICES IN MALAYSIA”**

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**“DECLARATION OF ORIGINAL WORK”**

**I, NOR SHARMIMIEY BINTI AHMAD (I/C Number: 910204035276)**

Hereby, declare that:

- This work has not previously been accepted in substance for any degree, locally or overseas and 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: June 2014

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“In the Name of Allah the Almighty, the Merciful and the Beneficent”

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**ABSTRACT.**

Stock is very important element of an economy because stock market plays a role in the growth of key sector of the economy. Stock is a one of the asset that can give profit and return to the investor. This paper investigate the factors that affecting prices of stock for 28 firms listed in the KLCI covering period from 2004 until 2014 by using interest rate, inflation rate, exchange rate and money supply as independent variables. For the data collected the analysis is made by using the STATA. The result shows that money supply has positive relationship with stock price and this variable have also significant relationship with stock price.