



THE FACTOR THAT INFLUENCE STOCK RETURN IN MALAYSIA

**MOHD HAFIZZUDDIN BIN ZAHARI
(2009883198)**

**BACHELOR OF BUSINESS ADMINISTRATION (HONS)
FINANCE FACULTY OF BUSINESS MANAGEMENT
MARA UNIVERSITY OF TECHNOLOGY
KELANTAN**

APRIL 2011

DECLARATION OF ORIGINAL WORK



BACHELOR OF BUSINESS ADMINISTRATION (HONS) FINANCE
FACULTY OF BUSINESS AND MANAGEMENT
MARA UNIVERSITY OF TECHNOLOGY

I am, MOHD HAFIZZUDDIN BIN ZAHARI, (I/C Number: 870102-03-5677)

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 extract have been distinguish by quotation marks and sources of my information have been specifically acknowledgement

Signature: _____

Date: _____

LETTER OF TRANSMITTAL

MOHD HAFIZUDDIN BIN ZAHARI
Bachelor of Business Administration (Hons) (Finance)
Faculty of Business Management
Kampus Kota Bharu
Wisma KUB, Jalan Sultan Ibrahim
15050 Kota Bharu
KELANTAN DARUL NAIM

28 April, 2011

THE HEAD OF PROGRAM
Bachelor of Business Administration (HONS) (Finance)
Faculty of Business Management
Kampus Kota Bharu
Wisma KUB, Jalan Sultan Ibrahim
15050 Kota Bharu
KELANTAN DARUL NAIM

Dear Sir,

SUBMISSION OF PROJECT PAPER (FIN 667)

Attached is the project paper titled “**THE FACTORS THAT INFLUENCES STOCKS RETURN IN MALAYSIA**”. This study is conducted in order to fulfil the requirement needed by the faculty of Business Management Universiti Teknologi MARA.

Thank You.

Yours sincerely

.....
MOHD HAFIZUDDIN BIN ZAHARI
2009883198
Bachelor of Business Administration (Hons) Finance

ACKNOWLEDGEMENT

Thanks to all mighty Allah who gave me courage to complete this project paper. Peace and blessings of Allah be upon His Messenger Muhammad (s.a.w).

There are so many people and I would like to give my gratitude to them. First of all I would like to show my gratitude to my respectable advisor En Ahmad Faiz Bin Abdul Halimi and Pn fauziana Fauzi@Mat Rawi who guided me. Without their assistance, this project paper would never be completed. Thank you for your precious guidance and assistance.

My thanks and gratitude also goes to my respective examiner, Pn Fadhilah Mohd Ishak@Zainudin who had examined my project paper. Further I would like to thank my parent for assistance, support, and who always pray for my success in life.

I also highly thankful to all my friends for helping and support me in completing this project paper. Thank to all that involved in this research, thank you very much.

TABLE OF CONTENTS

| | |
|---|-------|
| DECLARATION OF ORIGINAL WORK | i |
| LETTER OF TRANSMITTAL | ii |
| ACKNOWLEDGEMENTS | iii |
| TABLE OF CONTENTS iv-vi | |
| ABSTRACT | vii |
| | |
| CHAPTER 1: INTRODUCTION | |
| 1.1 INTRODUCTION | 1- |
| 2 | |
| 1.1.1 Overview of the Malaysia stock market | 2 |
| 1.1.2 Overview of KLCI index | 3 |
| 1.1.3 Overview of Malaysia economies | 4 |
| 1.2 PROBLEM STATEMENT | 5 |
| 1.3 OBJECTIVE OF THE STUDY | 6 |
| 1.4 SCOPE OF STUDY | 7 |
| 1.5 SIGNIFICANT OF STUDY | 8 |
| 1.5.1 To the Students | |
| 1.5.2 To the Researcher | |
| 1.5.3 To the Investors | |
| 1.5.4 To the Government | |
| 1.6 LIMITATIONS OF THE STUDY | 9 |
| 1.6.1 Area of the Study | |
| 1.6.2 Data Duration | |
| 1.6.3 Method of Data Analysis | |
| 1.7 DEFINITION OF THE KEY TERMS | 10-11 |