



اَوْنِيُوْ سِيْتِي تِي كُو لُو كِي مَارَا  
UNIVERSITI  
TEKNOLOGI  
MARA

**Effects of Unemployment on Crime Rates: In the Case Study  
of Malaysia Vs. United States**

**MUHAMMAD AMMAR SYAKIRIN BIN ZULKARNAIN  
2016693576**

**BACHELOR OF BUSINESS ADMINISTRATION  
WITH HONOURS (BUSINESS ECONOMICS)  
FACULTY OF BUSINESS MANAGEMENT  
UNIVERSITI TEKNOLOGI MARA  
SABAH**

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**DECLARATION OF ORIGINAL WORK**



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UNIVERSITI TEKNOLOGI MARA  
“DECLARATION OF ORIGINAL WORK”**

I, MUHAMMAD AMMAR SYAKIRIN BIN ZULKARNAIN, (I/C Number: 970722-14-5621)

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.

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## TABLE OF CONTENTS

	<b>Page</b>
<b>TITLE PAGE</b>	i
<b>DECLARATION OF ORIGINAL WORK</b>	ii
<b>LETTER OF TRANSMITTAL</b>	iii
<b>ACKNOWLEDGEMENT</b>	iv
<b>TABLE OF CONTENTS</b>	v
<b>LIST OF FIGURES</b>	viii
<b>LIST OF TABLES</b>	ix
<b>LIST OF ABBREVIATIONS</b>	xi
<b>ABSTRACT</b>	xii
<b>CHAPTER 1 INTRODUCTION</b>	
1.1 Background of Study	1
1.2 Problem Statement	4
1.3 Research Objectives	6
1.4 Significance of Study	7
1.4.1 The Policymaker	7
1.4.2 The Readers and Future Researcher	7
1.5 Scope of Study	7
1.6 Limitation of Study	8
1.7 Statistical Software	8
1.8 Summary	8
<b>CHAPTER 2 LITERATURE REVIEW</b>	
2.1 Introduction	9
2.2 Theoretical Framework	9
2.3 Literature Review	13
2.3.1 Unemployment, Inflation and Income on Crime	14
2.3.2 Poverty on Crime	17
2.4 Conceptual Framework	19
2.5 Conclusion	20
<b>CHAPTER 3 DATA AND METHODOLOGY</b>	
3.1 Introduction	21
3.2 Data	21
3.3 Variables Definition	22
3.3.1 Unemployment Rate	22
3.3.2 Inflation Rate	23
3.3.3 GDP Per Capita	24
3.3.4 Poverty Rate	25
3.3.5 Population	25
3.4 Research Flow	27
3.5 Descriptive Statistics	28
3.6 Time Series Data	28
3.7 Unit Root Test	28
3.7.1 Augmented-Dickey Fuller (ADF) Test	29

## LIST OF TABLES

<b>Table:</b>		<b>Page</b>
Table 1	Descriptive Statistics for Malaysia	<b>35</b>
Table 2	Unit Root Test for Malaysia	<b>37</b>
Table 3	Correlation Analysis for Property Crime in Malaysia	<b>39</b>
Table 4	Multiple Regression for Property Crime in Malaysia	<b>40</b>
Table 5	Histogram Normality Test for Property Crime in Malaysia	<b>44</b>
Table 6	Diagnose Test for Property Crime in Malaysia	<b>44</b>
Table 7	VIF for Property Crime in Malaysia	<b>46</b>
Table 8	Correlation Analysis for Violent Crime in Malaysia	<b>47</b>
Table 9	Multiple Regression for Violent Crime in Malaysia	<b>48</b>
Table 10	Histogram Normality Test for Violent Crime in Malaysia	<b>52</b>
Table 11	Diagnose Test for Violent Crime in Malaysia	<b>53</b>
Table 12	VIF for Violent Crime in Malaysia	<b>54</b>
Table 13	Descriptive Statistics for United States	<b>55</b>
Table 14	Unit Root Test for United States	<b>57</b>
Table 15	Correlation Analysis for Property Crime in United States	<b>59</b>
Table 16	Multiple Regression for Property Crime in United States	<b>60</b>
Table 17	Histogram Normality Test for Property Crime in United States	<b>65</b>
Table 18	Diagnose Test for Property Crime in United States	<b>65</b>
Table 19	VIF for Property Crime in United States	<b>67</b>
Table 20	Correlation Analysis for Violent Crime in United States	<b>68</b>
Table 21	Multiple Regression for Violent Crime in United States	<b>69</b>

## **ABSTRACT**

The economic crisis faced by countries around the world in recent years has led to the increasing rate of unemployment. At the same time, it is considered not only as an economic crisis but also as a major social crisis. Crime rates tend to increase with the increasing rates of unemployment. The purpose of this research is to study the correlation between unemployment and crime rates. The crime rates have been chosen as the dependent variables. The crime is divided into two types which is property crime and violent crime. Property crime are as follows which is burglary, larceny and motor vehicles. While, crime rate examples are murder, rape, robbery and aggravated assault. In order to observe the variables that give significant effects on the dependent variables, the researcher compared two type of country which is Malaysia the example of developing country and United States the example of developed country by using the multiple regression model from E-Views. Meanwhile, the independent variables are unemployment, inflation, GDP per Capita, poverty and population. The data was collected from year 1987 to 2016 (n=30). Result of this study shows that unemployment gives significant effect on crime towards Malaysia only. Meanwhile, for United States the unemployment variable shows no significant effects at all on crime rates. Plus, the different is unemployment gives positive relationship on the developing country. While negative relationship on the developed country.