



اُنْبُوْرَسِيْ تِيْكُوْلُوْمِيْ مَارَا

UNIVERSITI TEKNOLOGI MARA  
CAWANGAN KELANTAN

**A STUDY OF THE MARKET REACTION  
TOWARDS NINTH MALAYSIA PLAN  
ANNOUNCEMENTS IN MALAYSIA**

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**APRIL 2007**



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**DECLARATION OF ORIGINAL WORK**

I am Sharifatul Suhaini bt Mohd Sharif (I/C Number: 840101-06-6714). Hereby, declare that:

1. This work has not previously been accepted in substance for any degree, locally or oversea and is not being concurrently submitted for this degree or any other degrees.
2. This project paper is result of the independent investigation of the analyst, except where otherwise stated.
3. The sources of my information have been specifically acknowledgement.

Signature: *Sharifatul Suhaini*

Date: 29/04/07

## **ABSTRACT**

This study investigates the market reactions towards the Ninth Malaysia Plan announcement in Malaysia. This study period covers from September 2005 to May 2006. This study uses standard methodology to find the stock reaction towards the announcement. From the 70 companies selected, there was no statistically significant before and on announcement date. However, there is statistically significant after the announcement. This was shown the good movement since the stock price is react the announcement. The result shows there is positive abnormal return performance but not statistically significant result on the announcement day. The cumulative abnormal returns on the announcement day show the positive reaction. Therefore, the finding was support the null hypothesis.

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