



THE STUDY OF PRICE EARNING RATIO IN MALAYSIA MARKET

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LETTER OF SUBMISSION

Date: 3th January 2013

Head of Program
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Dear Sir/Madam,

SUBMISSION OF PROJECT PAPER

Enclosed here is the research entitled "**THE STUDY OF PRICE EARNING RATIO IN MALAYSIA MARKET**" to fulfill the requirement as needed by the Faculty of Business Management, Universiti Teknologi Mara.

I hope this report will fulfill the requirement of Bachelor of Business Administration with Honours and also achieved the objective of this study.

Thank you.

Yours Faithfully,

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ABSTRACT

This study is done for the purpose of finding out which variables influence the price earning ratio on the Malaysia stock market. It also aims to specify how a change in variables affects the price earning ratio in Malaysia for the years 2006 – 2011.

The first segment of this study is the theoretical review includes the theory of price earning ratio and regression analysis. The researcher had conducted regression analysis for each of nine sectors and the result also presented for each sector.

The second part of the study mainly concentrates on how the research was conducted, and what type of data and sources of information available for this study. In order to analyze the data, the quantitative approach and multiple regressions should take to interpret the data. The SPSS is used to construct the regression analysis. The analysis and findings were made based on secondary data. The secondary data was gathered from the Thomsonib website for each sector in Malaysia.

The last part of the study tries to find the answers to the problems that were discussed in the first segment. The findings of the study suggest that the null hypothesis can be rejected meanwhile the alternate hypothesis must be accepted. Then, the findings for the entire market are presented. All the result is presented together with the analysis to facilitate the interpretation for empirical finding.