



اوتنو سبتي تيكولوغي مارا
UNIVERSITI TEKNOLOGI MARA
CAWANGAN KELANTAN

**A STUDY ON THE IMPACT FLUCTUATION OF OIL PRICE
IN MALAYSIA**

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JUNE 2012

LETTER OF SUBMISSION

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June 2012

The Head of Program
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Dear Sir/Madam,

Attached is the project title **“A STUDY ON THE IMPACT FLUCTUATION OF OIL PRICE IN MALAYSIA”** to fulfill the requirement as needed by the Faculty of Business Management, Universiti Teknologi MARA.

Thank you.

Yours Sincerely,

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ACKNOWLEDGEMENT



IN THE NAME OF ALLAH THE MOST GRACIOUS AND THE MOST MERCIFUL

Alhamdulillah was-salatu was-salaamu 'ala' rasoolillah. Praise be to Allah, with His love and guidance, I managed to finish up my project paper under the topic "a study on the impact fluctuation of oil price".

The journey of studying and recollecting the information for this report is exhilarating. Special thanks to those who involved in helping to ensure the completion of this report. This acknowledgement is purposely to thank you and appreciation to those following individual for their useful information and suggestion for improving the quality of this project paper.

I would like to express my deep and sincere gratitude to my advisor Prof. MadyaMohamadSafribinYa. His wide knowledge, understanding, encouraging and personal guidance have been great value for me. The same goes to my second examiner, MadamSyazwanibinti A. Malek @ Abdul Malek that helped me a lot in providing me with the researchable concept more clearly. His kindly support in term of ideas, time, and advice will ensure that this project paper is carry out into final report.

Thanks to my friends for the fullest and amazing cooperation and freely shared their views and experience towards the completion of the project paper. I thanked to my parents for their tireless love and support until the end. My heartfelt thanks to all the people that always give their hand in order to finish this project paper. All their help and support are beyond repayment. May Allah SWT reward them with the best rewards in this world and Hereafter.

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ABSTRACT

Oil plays an important role in terms of production and the economy and it has a specific background and history. Between mid-1999 to 2008, the price of crude oil has increased substantially in the world market. The volatility shocks in crude oil markets have significant effects on a variety of economic activities and certain macroeconomic variables, such as, real GDP growth rates, inflation, employment and exchange rates. To know the impact of changes of oil price in the market, the researcher will do the research to get the result which are the study will be support by literature review and regression result. In this study, the researcher will be focus more in the Malaysia cases which is to know what is the sector that is more be affect by the volatility of oil price in the market in the term of stock market performance, GDP and unemployment. The researchers use the data from 1990 until 2011 in quarterly data that collected from the internet. Based on this study, researcher was trying to make a conclusions and some recommendation that hopefully it can help our country can hedge the impact fluctuation of oil price. Statistical Package for the Social Sciences (SPSS) was used to analyze the data. That is to examine the relationship between dependent and independent variables. To analyze this study, researcher used descriptive statistics, and regression analysis method.