



UNIVERSITI TEKNOLOGI MARA

**THE PERFORMANCE OF SHARIAH COMPLIANCE
COMPANIES
VERSUS
CONVENTIONAL COMPANIES.**

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ABSTRACT

This paper investigates the performance between the Shariah Compliance Company and Conventional Company. With using the share prices for both categories of company, the performance can be measured. The performance of excess return for Shariah Compliance Company is compared to excess return for Conventional Company that are invested to determine whether they are high return or lower return in term of investment. The Kuala Lumpur Composite Index (KLCI) is used as benchmark to measuring the performance for both categories. To know the relationship is significant or not significant. With a total of share prices for 50 Shariah Compliance Companies and 50 Conventional Companies are using to determine their performance. Through this study also using the Sharpe, Treynor and Jensen method to rank the company. Beside that, through this research also using the simple Sharpe optimization to find the best company that included in the optimum portfolio.

TABLE OF CONTENTS

TITLE PAGE.....	i
DECLARATION OF ORIGINAL WORKS.....	iii
LETTER OF TRANSMITTAL.....	iv
ACKNOWLEDGEMENT	v
TABLE OF CONTENTS	vi
LIST OF TABLES.....	x
LIST OF FIGURE	xi
ABSTRACT.....	xii

CHAPTER 1: INTRODUCTION

1.0 INTRODUCTION.....	1
1.1 BACKGROUND OF STUDY.....	2
1.2 PROBLEM STATEMENT	3
1.3 RESEARCH OBJECTIVE.....	4
1.4 SCOPE OF STUDY.....	4
1.5 DEFINITION OF TERMS.....	5
1.5.1 KLSE.....	5
1.5.2 Share Prices.....	6

1.5.3	Shariah Compliance Company.....	6
1.5.4	Conventional Company.....	6
1.5.5	Sharpe Measure.....	7
1.5.6	Treynor Measure.....	7
1.5.7	Jensen Measure.....	7
1.6	SIGNIFICANCE OF STUDY.....	8
1.6.1	To The Researcher.....	8
1.6.2	To The Company.....	8
1.6.3	To The Investor/Public.....	8
1.7	LIMITATIONS OF STUDY.....	9
1.7.1	Reliabilities And Accuracy Of The Information.....	9
1.7.2	Lack Of Data.....	9
1.8	CONCLUSION.....	10

CHAPTER 2 : LITERATURE REVIEW

2.0	CHAPTER INTRODUCTION	11
2.1	THE PERFORMANCE BETWEEN SHARIAH AND CONVENTIONAL	13
2.2	PERFORMANCE OF SHARIAH COMPLIANCE BASED ON SHARE PRICE... ..	16
2.3	METHOD TO EVALUATE THE PERFORMANCE FOR SHARIAH COMPLIANCE AND CONVENTIONAL COMPANY IN STOCK PRICE.....	17
2.4	STUDY FRAMEWORK	19
2.4.1	Using The Method By Sharpe, Treynor And Jensen.....	20
2.4.2	Using The Simple Sharpe Optimization	21
2.4.3	Using T-Test To Measure The Performance.....	21