



**THE EFFECTS OF ECONOMICS CONDITION ON
COMMERCIAL BANK'S PERFORMANCES IN
MALAYSIA**

**ALYNDA FOWEL TAMI
2017683908**

**BACHELOR OF BUSINESS ADMINISTRATION
WITH HONOURS (FINANCE)
FACULTY OF BUSINESS MANAGEMENT
UNIVERSITI TEKNOLOGI MARA
KOTA KINABALU**

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Name of Student : Alynda Fowel Tami

Student I.D. No. : 2017683908

Programme : Bachelor of Business Administration (Hons) Finance

Faculty : Faculty of Business and Management

Choose an item. : The Effects of Economics Condition on Commercial Bank's Performances in Malaysia

Signature of Student :

Date : June 2020

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ABSTRACT

This paper discuss the performances of the commercial banks in Malaysia and its relation with the conditions of Malaysian's economics that is came from three factors such as public sector which is the Gross fixed capital formation (GFCF in %) of GDP, the macroeconomic stability which is the Inflation Rates and the external sector which is the Trades of Goods and Services from the year 2009 to 2018. This paper also focus on how big does the factors that gives impacts on the Malaysian economics will affects the performances of the commercial banks. The evidence indicates that the all the independent variables are positively significance with the Commercial Bank's ROA in Malaysia. This evidence shows that the objectives are achieved and the commercial banks performances increased if the Gross fixed capital formation (GFCF in %) of GDP, Inflation Rates and Trades of Goods and Services increases as well.