



UNIVERSITI TEKNOLOGI MARA

**FACTORS INFLUENCING INVESTMENT
ACTIVITY WITH FINANCIAL CONSTRAINTS**

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**Final Year Project Paper submitted in fulfilment
of the requirements for the degree of**

**Bachelor of Business Administration
(Investment Management)**

Faculty of Business and Management

February 2021

AUTHOR'S DECLARATION

I declare that the work in this final year project paper was carried out in accordance with the regulations of Universiti Teknologi MARA. It is original and is the results of my own work, unless otherwise indicated or acknowledged as referenced work. This thesis has not been submitted to any other academic institution or non-academic institution for any degree or qualification.

I, hereby, acknowledge that I have been supplied with the Academic Rules and Regulations for Undergraduate, Universiti Teknologi MARA, regulating the conduct of my study and research.

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ABSTRACT

The lack of study relating to a firm investment activity based on their financial constraint is becoming a growing concern. The problem of not knowing the potential growth of the company and the risk associated with the growth cannot be simply solved by just referring to the firm financial statement without better understanding on the relationship between the financial constraints and the investment behaviour of the firm. This research is based on a balanced panel dataset of Malaysia listed firm in the Main Market Construction Sector over the period 2011-2016. The regression result shows that the level of debt significantly impacts a firm investment.

ACKNOWLEDGEMENT

All praises and thanks to God for his loving and compassion that gave me the opportunity to further my study in UiTM Segamat. Without his mercy and blessing the challenges would be unbearable to face alone in completing this final year project.

My thanks and gratitude I would like to give to my one and only advisor, Nurul Haida binti Johan, for without her guidance and advices this project would not even reach the state it currently is today.

Thousands of thanks to UiTM Segamat staffs and librarians who provided the facilities and assistance on searching the past literature for this topic. Special thanks to my colleagues and friends in supporting me and providing me with moral support and encouragement to finish this project.

Lastly, this thesis is dedicated to my hard-working father and caring mother for raising me throughout my childhood till the day this thesis is written and hopefully till my last breath for without your support and motivations, this paper would never have been completed. This is for the both of you

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