



UNIVERSITI TEKNOLOGI MARA

**FACTORS THAT CONTRIBUTES TO
UNEMPLOYMENT AMONG HIGHER
EDUCATION GRADUATES**

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of the requirements for the degree Of
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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

This study explores the relationship between unemployment in high education and macroeconomic variables in Malaysia (gross domestic product, inflation, exchange rate, salaries and foreign direct investment). The time frame from 1989-2019 is included in this report. In this study, the techniques we used to conduct are Augmented Dickey-Fuller (ADF), which is to analyse the stationary data. In addition, to evaluate the long-term relationship of the data, we used the Johansen co-integration. The key finding of this analysis is that all the independent variables have a long-term association with Malaysia's high school unemployment. There is a negative relationship between gross domestic product and inflation, while foreign direct investment, wages and exchange rates have a positive relationship with high education unemployment in Malaysia.

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