



UNIVERSITI TEKNOLOGI MARA

**THE IMPACT OF
MACROECONOMIC VARIABLE,
TRADING VOLUME AND
COMMODITY PRICE ON STOCK
MARKET RETURNS. (A STUDY IN
MALAYSIA)**

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Thesis submitted in fulfillment
of the requirements for the degree of
**Bachelor of Business Administration
(Investment Management)**

Faculty of Business Administration

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AUTHOR'S DECLARATION

I declare that the work in this thesis was carried out in accordance with the regulations of Universiti Teknologi MARA Johor. 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 Johor, regulating the conduct of my study and research.

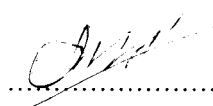
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Dear Madam,
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Attached is the research title “The impact of macroeconomic variable, trading volume and commodity price on stock market returns. (A study in Malaysia)” to fulfil the requirement as needed by the Faculty of Business Management, Universiti Teknologi MARA.

Thank you.

Yours sincerely



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ABSTRACT

This study focus on analyzing the whether the price of commodity and macroeconomic variable have any impact towards the stock market returns. The data gathered in this study is secondary data. The data used will be collected from a reliable sources and going to be measured in a monthly basis. There are various factors that could affect the returns of the stock market. One of it is the movement of the stock market which also known as volatility. Volatility refers to the amount of variation or size of change in a security's value. There are four factors discuss in this study which is trading volume, Exchange rate, interest rate and commodity price. When the stock market have a large volatility rate it involve in a high risk since the stock price movement is uncertain and could affect the return from the stock market. And the economy also would have lower liquidity when there is decreasing in stock price. This is due to lower stock value mean lower amount of capital hold by investor cause the lower purchasing power. The study is done by taking Malaysia as the evidence from the period September 2013 – September 2017. From the result of this study we can conclude that all the independent use for this study have a significant impact towards KLCI. Hopefully the result obtain from this study can be benefit to the other students and all the other investor in helping them making an investment decision

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