



UNIVERSITI TEKNOLOGI MARA

**RELATIONSHIP BETWEEN POPULATION
GROWTH, FOREIGN DIRECT INVESTMENT,
INTEREST RATE AND UNEMPLOYMENT RATE:
EVIDENCE FROM AUSTRALIA**

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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

The nature and dynamics of the country's economic development are the subjects of close attention of economists and politicians. Depending on processes and structural changes taken place in the national economy, much hinge in the life of the country and its prospects. Unemployment rate is one of the important macroeconomic issues that all government and economic face. It occurs when a person who is actively searching for employment is unable to find work. The most frequent measure of unemployment is the unemployment rate, which is the number of unemployed people divided by the number of people in the labor force. This study investigates the relationship between unemployment rates between population growth, foreign direct investment and interest rate in Australia from 1979-2017. When the economies of many countries are on the verge of crises, unemployment can be one of the indicators of the complication of the socioeconomic situation of the government. It affects almost all segments of society, ranging from students to retired senior citizens. Unemployment has the most direct and strong influence on every individual. Denied employment for the majority of the population means a decline in the standard of living and causes serious, sometimes dangerous, psychological trauma. This article is to determine the effect of population growth, foreign direct investment and interest rate towards unemployment rate by using time series data from year 1979-2017 in Australia. The finding from this research shows that there are relationships between population growth, foreign direct investment, interest rate with unemployment rate.

Keyword: population growth, foreign direct investment, interest rate, unemployment rate, Australia.

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TABLE OF CONTENTS

	Page
AUTHOR'S DECLARATION	ii
ABSTRACT	iii
ACKNOWLEDGEMENT	iv
LIST OF TABLES	vii
LIST OF FIGURES	viii
LIST OF SYMBOLS	ix
LIST OF ABBREVIATIONS	x
CHAPTER ONE INTRODUCTION	1
1.1 INTRODUCTION	1
1.2 BACKGROUND OF THE STUDY	2
1.3 PROBLEM STATEMENT	7
1.4 RESEARCH QUESTIONS	7
1.5 RESEARCH OBJECTIVES	7
1.6 SIGNIFICANCE OF THE STUDY	8
1.7 SCOPE OF THE STUDY	9
1.8 LIMITATIONS OF THE STUDY	9
1.9 DEFINITION OF KEY TERMS	10
1.10 SUMMARY	11
CHAPTER TWO LITERATURE REVIEW	12
2.1 INTRODUCTION	12
2.2 REVIEW OF LITERATURE	12
2.3 THEORETICAL FRAMEWORK	15
2.4 SUMMARY	16