



UNIVERSITI TEKNOLOGI MARA

**FACTOR INFLUENCING ISLAMIC BOND IN
MALAYSIA**

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of the requirements for the degree of
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(Hons) (Finance)**

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AUTHOR'S DECLARATION

I hereby declare that the work in this project paper was carried out in accordance with the regulations of Universiti Teknologi MARA (UiTM). This undergraduate research project is original and is the end result of my own work, unless otherwise indicated and that due acknowledgement has been given in the references to ALL sources of information be they printed, electronic, or personal. No portion of this research project has been submitted in support of any application for any other degree or qualification of this or any other university, or other institutes of learning.

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

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ABSTRACT

This report is to study the Islamic bond variables and factors that influence it in Malaysia. The main purpose about this report is to emphasize the Islamic bonds instruments and issues affecting implementations of Islamic bonds especially in Malaysia. Malaysia Government Securities (MGSi) under Sukuk will be use as main issues. Furthermore, this research also has employed times series method to analysis Islamic bonds performances and factors affecting Islamic bonds in Malaysia. Other than that, the three independent variables that have been chosen are Government Expenditure, Inflation Rate and Gross Domestic Product (GDP).

Keywords: *Malaysia Government Securities (MGSi), Government Expenditure, inflation rate, and GDP.*

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