



**UNIVERSITI TEKNOLOGI MARA**

**EXTERNAL DEBT:  
EVIDENCE FROM OIL EXPORTING  
COUNTRIES  
IN ASIAN**

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Final Year Project Paper submitted in fulfillment  
of the requirements for the degree of  
**Bachelor of Business Administration  
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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**

High burden of external debt could affect the economy performance for developing and emerging countries. External debt could be accumulated from the disability of the country to meet the debt obligation. Thus, this is need to be identified through research of five factor that may affect the external debt which are gross domestic product, foreign direct investment, export rate, price of oil and inflation rate. There are 136 observations from 2000 until 2016 which is involving eight oil exporting countries such as China, India, Indonesia, Malaysia, Vietnam, Thailand, Philippines and South Korea. This research also uses yearly time series data. This research is using the ordinary least square (OLS) method. The findings indicate that all the variables have a significant value except inflation. GDP and export have positive relationship. However, inflation, FDI and price of oil have negative relationship. All data are taken from International Monetary Fund (IMF), Development Indicators of the World Bank, and Asian Development Bank (ADB). For Chapter 1 of the research is explains about the background of the study and to be followed by a critical literature review in Chapter 2. For Chapter 3, the research methodology is highlighted and Chapter 4 discusses the results. The conclusion and recommendation of this study are presented in Chapter 5.

**Key words:** External Debt, Oil Exporting Countries, HIPC, Panel data

## TABLE OF CONTENTS

	<b>Page</b>
<b>AUTHOR'S DECLARATION</b>	<b>ii</b>
<b>ABSTRACT</b>	<b>iii</b>
<b>ACKNOWLEDGEMENT</b>	<b>iv</b>
<b>LIST OF TABLES</b>	<b>vii</b>
<b>LIST OF FIGURES</b>	<b>viii</b>
<b>LIST OF ABBREVIATIONS</b>	<b>ix</b>
<b>CHAPTER ONE INTRODUCTION</b>	<b>1</b>
<b>1.1 Introduction</b>	<b>1</b>
<b>1.2 Research Background</b>	<b>2</b>
<b>1.3 Problem Statement</b>	<b>5</b>
<b>1.4 Research Questions</b>	<b>6</b>
<b>1.5 Research Objectives</b>	<b>6</b>
<b>1.6 Significance of the Study</b>	<b>7</b>
<b>1.7 Scope of the Study</b>	<b>7</b>
<b>1.8 Limitation of the Study</b>	<b>8</b>
<b>1.9 Definition of Key Terms</b>	<b>8</b>
<b>1.10 Summary</b>	<b>10</b>
<b>CHAPTER TWO LITERATURE REVIEW</b>	<b>11</b>
<b>2.1 Introduction</b>	<b>11</b>
<b>2.2 Theory of External Debt</b>	<b>11</b>
<b>2.3 Theory of External Debt and Gross Domestic Product</b>	<b>12</b>
<b>2.4 Theory of External Debt and Foreign Direct Investment</b>	<b>14</b>
<b>2.5 Theory of External Debt and Export Rate</b>	<b>15</b>
<b>2.6 Theory of External Debt and Price of Oil</b>	<b>16</b>
<b>2.7 Theory of External Debt and Inflation Rate</b>	<b>17</b>
<b>2.8 Research Framework</b>	<b>18</b>
<b>2.9 Summary</b>	<b>19</b>

## LIST OF TABLES

<b>Tables</b>	<b>Title</b>	<b>Page</b>
Table 3.1	List of Variable	24
Table 4.1	Result of Descriptive Analysis	29
Table 4.2	Result of Covariance Analysis	30
Table 4.3	Result of Regression Analysis	32
Table 4.4	Normality Test	37