



UNIVERSITI TEKNOLOGI MARA

**THE DETERMINANTS OF MALAYSIAN STOCK
MARKET PERFORMANCE**

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Final Year Project Paper submitted in fulfillment
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.

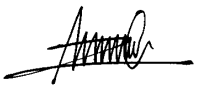
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ABSTRACT

This research examines the effect of selective variables on the Malaysian stock market performance from 1980 to 2016. From the 36 yearly data observations, this research applied several empirical tests to determine the impact of selective variables on stock market performance. From the empirical test, exchange rate, foreign direct investment has the positive relationship with Malaysian stock market performance, while consumer price index, industrial production index and money supply has the negative relationship with Malaysian stock market performance. The Normality Jarque-Bera (JB) Test showed that the error terms are normally distributed and the model is significant at 5% significance level. Lastly, result from unit root test indicated that all variables is station at level and first difference while other variables are stationary at first difference.

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