

UNIVERSITI TEKNOLOGI MARA

FACTORS THAT CAUSE BANKRUPTCY AND HOW IT AFFECT ECONOMIC GROWTH

NUR SYAFIAH BINTI AZMINUDDIN 2019361845

Thesis submitted in partial fulfillment of the requirements for the degree of

BACHELOR OF BUSINESS ADMINISTRATION (HONS) INVESTMENT MANAGEMENT

Faculty of Business and Management

FEBRUARY 2021

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.

Name of Student: Nur Syafiah binti Azminuddin

Student I.D. No.: 2019361845

Programme: Bachelor of Business and Administration (Hons) Investment

Management.

Faculty: Business and Management

Thesis: Factors That Cause Bankruptcy and How It Affect Economic Growth

Signature of Student:

Date: 20 January 2021

ABSTRACT

This paper study about the Factors That Cause Bankruptcy and How It Affect Economic Growth. The study aims to investigate the relationship between Bankruptcy and Economic Growth. The sample of data been collected from the Malaysia Department Insolvency (MdI), Bank Negara annual reports and from the past research. The year of data from 2000-2019. The variables that involves are Bankruptcy, Liquidation, Individual loan data and Corporate loan data. The method that been used is OLS or Multiple Regression Analysis. The expected findings are to see if the Bankruptcy and Economic Growth has a one way relationship and gives positive significant results. The study will contribute the government ways to resolve the bankruptcy problems in the country.

ACKNOWLEDGEMENT



Alhamdulillah, first and foremost thanks and gratitude to Allah SWT who has given His blessing and merciful to complete this report of INV 667. Even though a few problems arise during the journey of this project, I can handle it well and wisely.

A big appreciation and thanks were given to Madam Zahirah Hamid Ghul as the advisor of this project, without her guide, I am unable to finish the project on time. She always supports and guide me to do the project paper well.

Thanks to my family that has been supported me financially and friends that never bored giving their hand and knowledge. Not to forget, to Dr Roslina Mohd Shafi who always keep on reminding us to give our best for this project. Lastly, thank you for everyone that involve in the process directly or indirectly. I believe that this project paper will help future researcher. Thank you. Assalamualaikum.

TABLE OF CONTENTS

AUT	HOR'S DECLARATIONii	
ABS'	TRACTiii	,
ACK	NOWLEDGEMENTiv	
LIST	r of figureviii	
LIST	Γ OF TABLEviii	l
CHA	APTER ONE 1	
INT	RODUCTION 1	
1.1 П	NTRODUCTION 1	
1.2 B	BACKGROUND OF STUDY1	
1.3	PROBLEM STATEMENT2	
1.4	RESEARCH QUESTIONS	,
1.5	RESEARCH OBJECTIVES	i
1.6 S	SIGNIFICANCE OF STUDY4	ŀ
1.7 S	SCOPE OF STUDY4	ŀ
1.8 L	LIMITATION OF STUDY5	,
1.9 I	DEFINITION OF KEY TERMS5	,
1.10	SUMMARY	;
CHA	APTER TWO	ó
	ERATURE REVIEW	
	NTRODUCTION	
	NDIVIDUAL LOAN AND CORPORATE LOAN IN BANKRUPTCY 6	
2.3 I	LIQUIDATION IN BANKRUPTCY	7
2.4 I	LOAN PAYMENT IN BANKRUPTCY	3
2.7	THEORETICAL FRAMEWORK)
2.8 \$	SUMMARY 10)
	APTER THREE 11	
RES	SEARCH METHODOLOGY1	L
3.1 I	NTRODUCTION 1	1
2 2 6	CAMPLING	1