



**UNIVERSITI TEKNOLOGI MARA**

**THE DETERMINANTS OF ISLAMIC BANK'S  
PROFITABILITY IN  
ASEAN COUNTRIES**

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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.

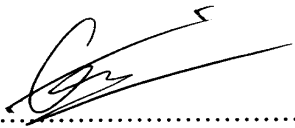
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## **ABSTRACT**

This paper is aims to investigate the factor that affect the Islamic Bank's profitability in Malaysia, Indonesia, Thailand and Singapore. This study will focus on six Islamic banks in Malaysia, Indonesia, Thailand and Singapore that registered under Bank Negara Malaysia, Indonesia, Thailand and Singapore bank. The internal factors that may influences the bank profitability will be observe closely. The dependant variable in this study is Islamic Bank's profitability that will be measure by Return on Equity. Four selected independent variable in this study is non performing loan, base lending rate, interest rate, inflation rate and gross domestic product. The data from the sample of six Islamic Bank from Malaysia, Indonesia, Thailand and Singapore are pooled for 8 years (2010-2017). The data will be relied on the annual statement of Islamic Bank. Total number of observation is 48. The data can be obtained from Websites, Thompson Reuters and Annual Report. This study used quantitative secondary data.

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