



UNIVERSITI TEKNOLOGI MARA

**CORPORATE GOVERNANCE PRACTICES AND
FIRM PERFORMANACE: EVIDENCE FROM TOP
20 SYARIA COMPLIANT PUBLIC LISTED
COMPANIES IN MALAYSIA**

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

Faculty of Business and Management

December 2018

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

Corporate governance practice have been concern issue after Asian Financial Crisis in 1997, many Asian countries start give more attention about corporate governance practice after Asian Financial Crisis occur. Asian Financial Crisis in 1997 including Malaysia, Malaysia has been implemented Malaysia Code of Corporate Governance (MCCG) as part of Bursa Malaysia (BMB) listing rules. This study generally to determine main factor of corporate governance that affect firm performance among Top 20 Sharia Compliant Companies and also to identify the relationship between the corporate governance practices and firm performance among Top 20 Sharia Compliant Companies. Thus, this study examines the relationship between corporate governance (board size and board independent) practice and firm performance (return on asset and return on equity). This study obtained data from 20 random sharia public listed company in Malaysia from 2013 to 2017. The result of this study finds that board independent and board size have no significant relationship with firm performance. While the other independent variable which is board size has significant relationship with the firm performance. Based on this study, provide useful information for regulators or policy makers to improve corporate governance policy in future, besides that, help to understanding on the relationship between corporate governance and firm performance in Malaysia and improve the economic Malaysia.

ACKNOWLEDGEMENT

Firstly, I wish to thank God for giving me the opportunity to embark on my Degree and for completing this long and challenging journey successfully. My gratitude and thanks go to my advisors Sir Ferri bin Nasrul, my second advisors Madam Rohanizan Md Lazan and also my coordinator Dr Roslina Mohamad Shafi.

My appreciation goes to the library staff of the UiTM who provided the facilities and assistance during sampling. Special thanks to my colleagues and friends for helping me with this project.

Finally, this thesis is dedicated to the loving memory of my very dear late father and mother for the vision and determination to educate me. This piece of victory is dedicated to both of you. Alhamdulillah

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