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**A COMPARATIVE STUDY BETWEEN MARKET  
PERFORMANCE AND UNIT TRUST  
PERFORMANCE: A CASE STUDY ON ASN & ASN 2  
UNIT TRUST FUND**

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LETTER OF TRANSMITTAL

*A Comparative Study Between Market Performance And Unit Trusts  
Performance: A Case Study On ASN & ASN 2 Unit Trusts Fund*

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The Head of Program  
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Dear Sir

SUBMISSION OF PROJECT PAPER

Attached is the project paper titled "A Comparative Study Between Market Performance And Unit Trust Performance: A Case Study On ASN & ASN 2 Unit Trust Fund" to fulfill the requirement as needed by the Faculty of Business Management, MARA University of Technology.

I hope this project paper will fulfill requirement and expectation of subject requirement. The code for the subject is FIN 660. I really thank you for all guidance and support you have generously render for the completion of this project paper.

Hopefully, you will find this project paper as satisfactory as you expected and meet the requirement and I am looking forward to await your authorization to proceed. I also do apologize for any error and omissions.

Thank you.

Yours sincerely

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**ACKNOWLEDGEMENT**

بِسْمِ اللَّهِ الرَّحْمَنِ الرَّحِيمِ

**" IN NAME OF ALLAH , THE MERCIFUL , THE BENEFICENT "**

Alhamdulillah, I would like to express my most gratefulness to Allah S.W.T and "Selawat" to our beloved prophet Muhammad S.A.W. I also want to express my feeling of gratitude again to Allah S.W.T for getting me courage, time and knowledge in completing this project paper. I seek refuge with God from the wicked within and from the evil deeds.

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Thank you very much. Wassalam.



**ABSTRACT**

This research study on market performance, which is Kuala Lumpur Composite Index compared to the ASN and ASN 2 unit trust fund performance. The ASN unit trust fund does not provide superior investment return as compared to the investment benchmark, which is KLCI. Therefore, this research accepts the alternative hypothesis which is the ASN unit trust fund will under perform over the main indicator of the Malaysia market, namely the KLCI and reject the null hypothesis. Meanwhile, the ASN 2 unit trust fund does provide superior investment return as compared to the investment benchmark, which is KLCI. Therefore, this research accepts the null hypothesis that is the ASN unit trust fund will outperform over the main indicator of the Malaysia market, namely the KLCI and reject alternative hypothesis. Comparatively, the ASN 2 unit trust show a riskier investment than ASN unit trust because of the beta coefficient of ASN 2 is higher than the ASN unit trust fund. Based on the correlation coefficient finding, the ASN and ASN 2 unit trust fund are positively correlated with the market because the correlation coefficient value is more than zero. Based on the Sharpe performance index, the ASN 2 unit trust fund has a better performance compared to ASN 2 unit trust fund for the year 2001 by measuring the total risk of the portfolio. Upon completing this study, the researcher give some recommendations based on the findings and hypothesis testing of the research. These recommendations are will be focused to 2 parties which are government and management company.