

"A STUDY ON THE RELATIONSHIPS BETWEEN PRODUCTION, EXPORT, STOCK LEVEL AND SOYBEAN OIL PRICE TOWARDS PRICE FLUCTUATIONS OF MALAYSIAN CRUDE PALM OIL"

PROJECT PAPER FIN 660

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Mac 2005

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Dear Sir,

SUBMISSION OF PROJECT PAPER FIN 660

Attached is the Project Paper entitled "A STUDY ON THE RELATIONSHIPS BETWEEN PRODUCTION, EXPORT, STOCK LEVEL AND SOYBEAN OIL PRICE TOWARDS PRICE FLUCTUATIONS OF MALAYSIAN CRUDE PALM OIL" to fulfill the requirement as needed by the Faculty of Business Management, Universiti Teknologi MARA.

Please accept this project paper as a part of the requirement to qualify for BBA with honors in Finance and I hope it has archive desired objective.

Thank you

Yours sincerely,

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ACKNOWLEDGEMENT

All praise to ALLAH S.W.T for giving me a strength and patience in completing this project paper "A STUDY ON THE RELATIONSHIPS BETWEEN PRODUCTION, EXPORT, STOCK LEVEL AND SOYBEAN OIL PRICE TOWARDS PRICE FLUCTUATIONS OF MALAYSIAN CRUDE PALM OIL".

Special thanks to entire individual who involved directly or indirectly to the success of this study. My deepest gratitude to my respected advisor Associate Professor Mohammad Jais Bin Atan for guidance, advice and encouragement. May ALLAH bless him.

My appreciation to Mr Kamarudin Idris, officer in MPOB who willing to help me in gathering all the data needed for this project paper.

I also would like to express my special thanks to my lovely parents and also my brother and sister for always giving me a moral support and always inspired me to complete this project paper.

May	ALLAH bless all of you

The researcher,

WANMOHD HAZJMJN

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ABSTRACT

This project paper consists of five chapters. The first chapter is general introduction of the study, second chapter is discussing the literature review, third chapter is the research methodology, the fourth chapter is about the finding and data analysis and lastly is chapter five that discussing about the conclusions and recommendations.

This project paper is concerned about the study on the relationship between production quantity, export quantity, stock level and soybean oil price towards price fluctuations of Malaysian crude palm oil prices. The objective of this study is to determine whether the production quantity, export quantity, stock level and soybean oil price have contributed towards price fluctuations of Malaysian crude palm oil prices. All the data used in this study is monthly data and the duration is nine years from 1995 to 2003.

The data is tested through the SPSS software and the result of this study shows that the production quantity, export quantity, stock level have negative relationship towards price fluctuations of Malaysian crude palm oil and only soybean oil price has positive relationship towards price fluctuations of Malaysian crude palm oil.