



**THE UNIT TRUST PERFORMANCE: COMPARISON BETWEEN  
PERMODALAN NASIONAL BERHAD AND PUBLIC MUTUAL, HLG UNIT  
TRUST, PACIFIC MUTUAL BERHAD**

**SALDATUL SHELLA BTE KAMARDIN**

**2006851474**

**Submitted in Partial Fulfillment of the Requirement for the  
Bachelor of Business Administration (Hons) Finance**

**FACULTY OF BUSINESS MANAGEMENT  
MARA UNIVERSITY OF TECHNOLOGY  
JOHOR**

**MAY 2008**

## ACKNOWLEDGEMENT

All praises to almighty ALLAH, the most merciful and the most benevolent for giving me the opportunities in completing this research paper. It would be impossible for me to spent time to complete this study without the grace and help of ALLAH S.W.T.

I am greatly indebted to En. Muhamad Sukor bin Jaafar whose excellence in supervision and plays a big role in inspired my work. Without his untiring encouragement, suggestions, ideas and comments throughout this study, this research could not be completed.

I also would like to thankful to my deepest gratitude and indebted to Cik Mardziyana Bte Mohamad Malom as my advisor for her guidance, patience and valuable comments in supervising me to make this study work possible. Also special thanks to Encik Zulkifli Mohamed, PM Zin Bin Ibrahim, librarian of Universiti Teknologi MARA, Johor Campus and librarian of Bank Negara Malaysia for their co-operation and help throughout the duration of this research.

I dedicate this research to my beloved parents and for their endless support and understanding and also to the rest of my families for their help and encouragement. Beyond a simple thank you, I want them to know that I really appreciate what they had done to me.

I wish to express my deepest gratitude to all my friends, who shared their valuable experience, time and commitment. Without their patience, this study cannot be complete.

Finally, I would like to thank to everyone that involved directly or indirectly for their contribution, invaluable support and encouragement they have place on me. Without everyone continued support, this study would not been the same as presented here.

Thank you.

## TABLE OF CONTENTS

	Page
<b>TITLE PAGE</b>	i
<b>DECLARATION OF ORIGINAL WORK</b>	iii
<b>LETTER OF TRANSMITTAL</b>	iv
<b>ACKNOWLEDGEMENT</b>	v
<b>TABLE OF CONTENTS</b>	vii
<b>LIST OF TABLE</b>	x
<b>LIST OF ABBREVIATIONS</b>	xi
<b>ABSTRACT</b>	xii
<b>CHAPTER 1 – INTRODUCTION</b>	
1.0 A Historical Development of Unit Trust	1
1.1 Background of the Study	4
1.2 Problem Statement	8
1.3 Research Questions	10
1.4 Research Objectives	10
1.5 Significant of Study	11
1.6 Scope of Study	12
1.7 Limitation of the Study	12
1.8 Definition of Term	14
1.9 Summary	16

## ABSTRACT

This study claims to evaluate the performance of an equity unit trust fund in government and private sector. The period of this study will cover from January 2001 until December 2007. The data for this study will collect on the monthly data basis. It focus on four (4) selected management companies in Malaysia such as Permodalan Nasional Berhad, HLG Unit Trust , Pacific Mutual and also Public Mutual in order to measure an equity fund performance that have been offer in the management companies. In doing so the sample of funds on each management companies are evaluate by using Treynor Index Performance, Sharpe Index Performance and also Jensen Alpha Index. The data will acquire in the Bloomberg and the company itself as the resources to complete this research. The sample for this research is twelve (12) equity unit trust funds from four (4) selected Management Company that represented by government and private sector.

This study tries to see which sector of unit trust that may perform between the government unit trust and private unit trusts based on the ranking. The measure of performance applied in this study includes the non-risk adjusted performance measure, risk adjusted performance measures and the measurement of risks. The result revealed that the private sector unit trusts are performing better than government unit trusts.