



**THE RELATIONSHIP BETWEEN MALAYSIAN
GOVERNMENT SECURITIES WITH
SELECTED MACROECONOMIC VARIABLES**

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TABLE OF CONTENTS		PAGE
ACKNOWLEDGEMENT		v
TABLE OF CONTENTS		vi-vii
LIST OF TABLES		viii
LIST OF ABBREVIATION		ix
ABSTRACT		x
 CHAPTERS		
1. INTRODUCTION		
1.0	Introduction	1
1.1	Background	3
1.2	Problem Statement	5
1.3	Objective	5
1.4	Methodology	6
1.5	Scope of study	6
1.6	Significant of study	7
1.7	Limitations	9
1.8	Definitions of Terms	10
2. LITERATURE REVIEW		
2.0	Introduction	14
2.1	Relationship between MGS and GDP	14
2.2	Relationship between MGS and BLR	16
2.3	Relationship between MGS and CPI	18
2.4	Relationship between MGS and Tax revenue	22
2.5	Conclusion	24
3. RESEARCH PROCEDURES AND METHODOLOGY		
3.0	Introduction	25
3.1	The Data Collection	
3.1.1	Variables	
Independent variables		25
Dependent variable		25
3.1.2	Sample selection	26
3.1.3	Secondary data	26
3.1.4	Procedures on analysis data	26
3.2	Research Methodology	27
3.3	Hypothesis	29
4. FINDING AND ANALYSIS		
4.0	Introduction	32
4.1	Analysis of data and finding	32
4.2	Coefficient of determination adjusted R-squared	34

5.	CONCLUSION AND RECOMMENDATION	
5.0	Introduction	43
5.1	Conclusion	43
5.2	Recommendation	45
	BIBLIOGRAPHY	47
	APPENDICES	
	Appendix I	49

ABSTRACT

This study seeks to find out the relationship between amount of outstanding Malaysian Government Securities (MGS) with Gross Domestic Product (GDP), Base Lending Rate (BLR), Consumer Price Index (CPI) and tax revenue. By using secondary data which collected from Bursa Malaysia and Bank Negara Malaysia (BNM), the findings indicate that amount of outstanding MGS have a significant relationship with all selected macroeconomic variables.

This study will be used the Multiple Regression Model for the statistical tool. The statistical software that has been used to analyze the data is the Statistical Package for Social Science (SPSS).

The result shows that GDP, BLR, CPI and Tax revenue have a significant relationship with the amount of outstanding MGS. The findings indicate that CPI and BLR have an inverse relationship with the amount of outstanding MGS. The findings also showed that GDP and tax revenue have positive relationship with the amount of outstanding MGS. Besides, the study is also seeks to examine the strong of the relationship between the independent and dependent variables. The results show that CPI and GDP is the strongest relationship with the amount of outstanding among the independent variables. This was followed by BLR and tax revenue.