BANKS' PERFORMANCE BASED ON LIQUIDITY RISK ANALYSIS

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TABLE OF CONTENTS

	PAGE
DECLARATION OF ORIGINAL WORK	i
LETTER OF SUBMISSION	ii
ACKNOWLEDGEMENT	iii
LIST OF FIGURES	vii
LIST OF TABLES	viii
LIST OF ABBREVIATIONS	ix
ABSTRACT	x
CHAPTER 1 INTRODUCTION	
1.1 Background of Study	2
1.2 Problem Statement	4
1.3 Research Objective	6
1.4 Research Question	6
1.5 Scope of Study	6
1.6 Significance of Study	6
1.7 Limitations of Study	7
1.8 Definition of Terms	7
1.9 Conclusion	9
CHAPTER 2 LITERATURE REVIEW	
2.0 Introduction	11
2.1 Dependent Variable: Capital	11
2.2 Independent Variable 1: Deposit	12
2.3 Independent Variable 2: Cash	13
2.4 Independent Variable 3: NPL	14
2.5 Theoretical Framework	16
2.6 Conclusion	17
CHAPTER 3 METHODOLOGY	
3.0 Introduction	19

3.1 Source of Data 19
3.2 Research Design 19
3.3 Hypothesis 20
3.4 Method of Data Analysis 22
3.4.1 Unit Root Test 22
3.4.2 Normality Test 23
3.4.3 Descriptive Statistics 24
3.4.4 Preliminary Analysis 25
3.4.5 Linear Regression 26
3.5 Conclusion 29

CHAPTER 4 FINDINGS AND ANALYSIS
4.0 Introduction 31
4.1 Unit Root Test 31
4.2 Descriptive Statistics 33
4.3 Preliminary Test 35
4.4 Findings on Empirical Model 41
4.4.1 Single Regression Analysis 41
4.4.2 Multiple Linear Regression 47
4.5 Model Selection 51
4.6 Conclusion 51

CHAPTER 5 CONCLUSION
5.0 Introduction 54
5.1 Discussion on Findings 54
5.2 Recommendation 55
5.3 Suggestion for Future Research 56
5.4 Conclusion 56

APPENDICES
Appendix 1: Secondary Data 58

ABSTRACT

Recent financial crisis raised the issue of understanding the liquidity risk of financial assets and institutions. In this study, the research is focusing on the banks' performance based on liquidity risk analysis. The purpose of the study is to study the relationship between dependent variable and independent variable and identify which factor has the most significant influence towards the movement of banks' capital. The dependent variable is Banks' Capital meanwhile the independent variable are Deposit, Cash and Non-Performing Loan. This study use secondary data from 2010 to 2014 (monthly) from report Bank Negara Malaysia (BNM). The data is tested using Single Linear Regression and Multiple Linear Regression.