

THE PROFITABILITY OF TELECOMMUNICATION COMPANIES IN MALAYSIA

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TABLE OF CONTENT

CONTENT	PAGE
ACKNOWLEDGEMENT	i
TABLE OF CONTENT	ii-iv
LIST OF TABLE	v
LIST OF FIGURE	vi
ABSTRACT	vii
CHAPTER 1: INTRODUCTION	
1.0 Introduction	1
1.1 Background Of Study	2
1.2 Problem Statement	3
1.3 Research Objective	4
1.4 Research Question	4
1.5 Scope Of Study	5
1.6 Significant Of Study	6
1.6.1 Significant Of The Industry Of Malaysia	6
1.6.2 Significant Of The Analysis	6
1.6.3 Significant Of The Competition	6
1.7 Limitation Of Study	7
1.7.1 Lack Of Previous Studies In The Research Area	7
1.7.2 Lack Implementation Of Data Collection Method	7
1.7.3 Scope Of Discussion	7
1.8 Operation Definition	8
1.9 Summary	9
CHAPTER 2: LITERITURE REVIEW	
2.0 Introduction	10

2.1 Dependent Variable	10
2.1.1 Return On Asset (Roa)	10-11
2.2 Independent Variable	12
2.2.1 Size	12
2.2.2 Leverage	13-14
2.2.3 Liquidity	15-16
2.3 Conclusion	17
CHAPTER 3: METHODOLOGY	
3.0 Introduction	18
3.1 Data Collection And Analysis	18
3.2 Descriptive Statistics	18
3.3 Coefficient Of Correlation Analysis	19
3.4 Regression Analysis	19
3.5 Pooled Ordinary Least Square (Pols)	19
3.5.1 Coefficient Of Determination R-Square (R2)	19
3.5.2 T-Statistics	19
3.5.3 F-Statistics	20
3.5.4 Multicollinearity Test	20
3.5.5 Heteroscedasticity Test	20
3.6 Panel Data	20
3.6.1 Random Effect Model	21
3.7 Theoretical Framework	21
3.8 Conceptual Framework	22
3.8.1 Function Model	22
3.8.2 Estimated Model	22-23
3.9 Hypothesis	24
3.10 Expected Sign	25

ABSTRACT

The telecommunication sector in Malaysia has grown significantly over the last few decades. The analysis is to determine the profitability of telecommunication companies in Malaysia with a specific focus on the size(SIZE), leverage(LEV) and liquidity(LIQ). The data for intrepreted is collected from annual report and the measurement of total asset, debt to equity and current ratio are used to see the overall profitability of telecommunication companies in Malaysia within 9 years. This study get the data period from 2009 until 2017. Secondary data and Pooled Ordinary Least Square (POLS) regression model are used to analyze the result or finding. To identified the profitability of telecommunication companies the year depends on independent variable. I can conclude that the liquidity(LIQ) and size of companies(SIZE) is negative and significant relationship with the profitability of Telecommunication companies in Malaysia. Meanwhile, leverage(LEV) is positive and significant relationship with the profitability(ROA) of Telecommunication companies in Malaysia.

Keywords: return on asset, size, leverage and liquidity.