

## DECLARATION OF ORIGINAL WORK



**BACHELOR OF BUSINESS ADMINISTRATION WITH HONOURS (FINANCE)  
FACULTY OF BUSINESS AND MANAGEMENT  
UNIVERSITI TEKNOLOGI MARA (TERENGGANU)**

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Hereby, declare that:

- This work has not previously been accepted in substance for any degree, locally or overseas, and is not being concurrently submitted for this degree or any other program.
- This project is independent work and research by my own except otherwise stated.
- All verbatim extracts have been distinguished by quotation marks and sources of my information have been specifically acknowledge.

Signature:

Date: 03/07/2018

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## **ABSTRACT**

This study objective is to investigate the determinants of dividend policy in consumer product sector of Malaysia. The total samples used in this study are 45 companies of consumer product sector in Malaysia for each period. The sample covered from the year 2008 to 2017. This study use panel data analyses and found that the Random Effect Regression Model is the best model to assess the relationship. This study have uses profitability, leverage, liquidity, investment opportunity, inflation and size of the firm as independent variable. The dependent variable is dividend payout ratio. Based on the result it were found that profitability leverage and investment opportunity have significant relationship with dividend payout ratio. However, another three variables such as liquidity, inflation and size of the firm is not significant relationship with dividend payout ratio.