

DECLARATION OF ORIGINAL WORK



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

I, **SITI MARYAM BINTI SA'AT**

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: 1/7/2018

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ABSTRACT

Over the past 30 years, Malaysia's external debt has been on an increase, with the increase closely linked to a number of economic factors. The changing quantities and qualities of external debt have become a national concern. This study empirically investigates the determinants of external debt evidence from Malaysia. This study are to examine the relationship of the external debt (ED) as a dependent variables and the Consumer Prices Index (CPI), Gross domestic product (GDP), Exchange rate (EXR) and Unemployment Rate (UR) as the independent variables. The Ordinary least square (OLS) method is been apply in this study with the time spanning in quarterly from 2007 to 2017 which is totally with 44 set of data observation. From the result of multiple regression analysis, it shows that Consumer Prices Index (CPI) and Unemployment Rate (UR) have a positive and significant in influencing the external debt in Malaysia. Furthermore, Gross Domestic Product (GDP), and Exchange Rate (EXR) have a negative and significant relationship between in the external debt.

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