DECLARATION OF ORIGINAL WORK

BACHELOR OF BUSINESS ADMINISTRATION
WITH HONOURS (FINANCE)
FACULTY OF BUSINESS MANAGEMENT
UNIVERSITI TEKNOLOGI MARA
MELAKA
“DECLARATION OF ORIGINAL WORK”

I, Siti Nurjihan Binti Musa, I/C Number: 960622-14-5406)

Hereby, declare that:

- This work has not previously been accepted in substance for degree, locally or overseas, and is not being concurrently submitted for this degree or any other degrees.
- This project-paper is the result of my independent work and investigation, except where otherwise stated.
- All verbatim extracts have been distinguished by quotation and sources of my information have been specifically acknowledged.

Signature: ________________________ Date: __________________________
January 2019

Madam Siti Nurulhuda Binti Ibrahim
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Dear Madam,

Submission of Project Paper

Attached is the project paper titled “Determinants of Government Debt in Malaysia” to fulfil the requirement as needed by the Faculty of Business Management, Universiti Teknologi MARA.

Thank You.

Yours sincerely,

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ABSTRACT

This research aims to investigate the determinants of government debt in Malaysia in the period from 1989 to 2019. Each independent variables need to measure their relationship with the Government Debt (RGD) and the variables are Inflation rate (RIR), Climate Change (RCC) and Government Expenditure (RGE). Based on the Multiple Linear Regression (MLR) result showed that inflation rate has a significant negative relationship towards Government Debt (RGD). However, research identify that the relationship between Climate Change (RCC) and Government Expenditure (RGE) and Government debt (RGD) are insignificant negative relationship. It is founded that lagged debt is included in the model due to changes in the interest rate from the previous accumulated debt may causing the fluctuation value of the debt.