



**THE RELATIONSHIP BETWEEN MACROECONOMIC VARIABLE AND TENAGA  
NASIONAL BERHAD (TNB) SHARES**

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BANDARAYA MELAKA**

**APRIL 2011**

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**Submitted in Partial Fulfillment of the Requirement for the  
Bachelor of Business Administration (Hons) Finance**

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UNIVERSITI TEKNOLOGI MARA  
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## **DECLARATION OF ORIGINAL WORK**



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MELAKA**

### **“DECLARATION OF ORIGINAL WORK”**

**I, AMIRAH FATIN BT MOHAMD, (I/C Number: 890527-59-5440)**

Hereby, declare that;

- This work has not previously been accepted in substance for any degree, locally or overseas and 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 marks and sources of my information have been specifically acknowledged.

Signature:

Date: April 2011

## LETTER OF SUBMISSION

April 2011

The Head of Program  
Bachelor of Business Administration (Hons) Finance  
Faculty of Business Management  
Universiti Teknologi MARA  
25750 Melaka.

Dear Sir/Madam,

### **SUBMISSION OF PROJECT PAPER**

Attached is the project paper titled “**THE RELATIONSHIP BETWEEN MACROECONOMIC VARIABLE AND TENAGA NASIONAL BERHAD (TNB) SHARES**” to fulfill the requirement as needed by the Faculty of Business Management, University Teknologi MARA.

Thank you.

Yours sincerely,

AMIRAH FATIN BT MOHAMAD  
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Bachelor of Business Administration (Hons) Finance

## **ABSTRACT**

Macroeconomics applies an overview perspective to an economy by examining economy wide variables, such as inflation, unemployment, growth of the economy, money supply and national income for developing country. This macroeconomic variable will be affect to the shares prices positively or negatively. These studies are focusing and elaborate more about the relationship between macroeconomic variable (inflation rate, unemployment rate, Consumer price index) and TNB shares. The monthly closing price of TNB shares in 5 years period of study from 1<sup>st</sup> January 2006 until 31<sup>st</sup> December 2010 were collected and the findings reveals that only CPI has significant related to TNB shares while other variables not.