

**THE RELATIONSHIP BETWEEN
EMPLOYMENT WITH LABOUR PRODUCTIVITY, CAPITAL
PRODUCTIVITY AND OUTPUT OF SMALL AND MEDIUM SIZED
ENTERPRISE (SME) IN MANUFACTURING INDUSTRY**

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

**FACULTY OF BUSINESS MANAGEMENT
UITM, JOHOR**

OCTOBER 2007

LETTER OF SUBMISSION

23rd OCTOBER 2007

The Programme Coordinator
Bachelor of Business Administration (Hons) Finance
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Universiti Teknologi MARA
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Johor.

Dear Sir,

SUBMISSION OF PROJECT PAPER

Attached is the project paper titled "THE RELATIONSHIP BETWEEN EMPLOYMENT WITH LABOUR PRODUCTIVITY, CAPITAL PRODUCTIVITY AND OUTPUT OF SMALL AND MEDIUM SIZED ENTERPRISE (SME) IN MANUFACTURING INDUSTRY" to fulfill the requirement as needed by the Faculty of Business Management, Universiti Teknologi MARA.

Thank you

Yours sincerely



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"DECLARATION OF ORIGINAL WORK"

**BACHELOR OF BUSINESS ADMINISTRATION
(HONS) FINANCE
FACULTY OF BUSINESS MANAGEMENT
UNIVERSITI TEKNOLOGI MARA
JOHOR**

I, Norzila bt Othman, (I/C Number :841031-01-6504)

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 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: _____

A handwritten signature in black ink, appearing to be 'Norzila', written over a horizontal line.

Date: _____

23/10/2007

ACKNOWLEDGEMENT

Alhamdulillah, I praise to Allah s.w.t. for the blessing so that I can completed this project paper.

This project paper "FIN660" is done as a requirement that have to be fulfilling before graduation of Bachelor of Business Administration (Honours) Finance. This task has given a lot of knowledge during the process from beginning until completed. In term to finish this task there were various people involved whether direct or indirectly.

Firstly, I would like to thank my respected advisors Prof.Madya Noor Izzah bt Ismail and Prof. Madya Shukri b Shamsuddin for all their guidance and comments based on their experience and expertise that was help me a lot to make sure the completed of this project paper. Then, I would like to thank En. Sukor b Jaafar for his guidance in flow of the task and what must we done until it is completed as needed.

For my colleagues and friends, a very thankful I wish to all of them as they help in giving opinion and advise based on their knowledge during the process of the project paper. Lastly, I would like to wish my thankful to my beloved family for their support and the courage that they give to me until I finish the project paper from the beginning. Thank you for all of your concern.

Thank you,
Wassalam.

ABSTRACT

The purpose of this study is to determine the relationship between employment with labour productivity, capital productivity and output of Small and Medium Sized Enterprise (SME) in Manufacturing Industry. This study includes data from year 2002-2006. For this purpose all the data will be analyze using the correlation analysis to see the relationship between each variable.

The data that being used in this study is the growth performance of employment, labour productivity, capital productivity and output of Small and Medium Sized Enterprise (SME) and concentrated on the manufacturing industry. For data analyzing, this study used SPSS to get the result. Based on the analysis only capital productivity that have a significant relationship with employment.