MICRO FUNDS AND ITS CONTRIBUTION TO MICRO ENTERPRISES

NOORAIN BINTI AFIF
2009604006

BACHELOR OF BUSINESS ADMINISTRATION
(HONS) FINANCE
FACULTY OF BUSINESS MANAGEMENT
UNIVERSITI TEKNOLOGI MARA
MELAKA CITY CAMPUS

MAY 2011
DECLARATION OF ORIGINAL WORK

BACHELOR OF BUSINESS ADMINISTRATION (HONS) FINANCE
FACULTY OF BUSINESS MANAGEMENT
UNIVERSITI TEKNOLOGI MARA
MELAKA CITY CAMPUS

“DECLARATION OF ORIGINAL WORK”

I, Noorain Binti Afif, (I/C Number: 881116-10-5182)

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 and 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 source of my information have been specifically acknowledge.

Signature: ______________________  Date: ____________________
LETTER OF SUBMISSION

5th May 2010

The Head of the Program
Bachelor of Business Administration (Hons) Finance
Faculty of Business Management
University Teknologi MARA
Kampus Bandaraya Melaka
110 Off Jalan Hang Tuah
75300 Melaka

Dear Sir,

SUBMISSION OF PROJECT PAPER

Attached is the project paper titled Micro Funds and Its Contribution to Micro Enterprises to fulfill the requirement as needed by the Faculty of Business Management, Universiti Teknologi MARA.

Thank you.

Yours sincerely,

NOORAIN BINTI AFIF
2009604006
Bachelor of Business Administration (Hons) Finance
# TABLE OF CONTENTS

<table>
<thead>
<tr>
<th>Section</th>
<th>Page</th>
</tr>
</thead>
<tbody>
<tr>
<td>ACKNOWLEDGEMENT</td>
<td>i</td>
</tr>
<tr>
<td>TABLE OF CONTENTS</td>
<td>ii</td>
</tr>
<tr>
<td>LIST OF TABLES</td>
<td>v</td>
</tr>
<tr>
<td>LIST OF FIGURES</td>
<td>vi</td>
</tr>
<tr>
<td>ABSTRACT</td>
<td>vii</td>
</tr>
</tbody>
</table>

# CHAPTERS

1. INTRODUCTION  
   1.1. Background of the study  
   1.2. Statement of the problem  
   1.3. Research questions  
   1.4. Research objective  
      1.4.1. General objective  
      1.4.2. Specific objective  
   1.5. Significant of study  
   1.6. Scope of study  
   1.7. Limitations  
   1.8. Definitions of terms  
      1.8.1. Micro enterprise fund  
      1.8.2. Malaysian SMEs  
      1.8.3. Microfinance  

2. LITERATURE REVIEW  
   2.1. Introduction  
   2.2. Literature review  
   2.3. Review of the literature  


MICRO FUNDS AND ITS CONTRIBUTION TO MICRO ENTERPRISE

ABSTRACT

This study is obtaining to determine the contributions of micro funds to micro enterprises. Feedback from people in micro enterprises on their experience in getting the micro financing for their micro enterprises will be use as a result for the study. The rising challenges in current economic had made the government to enhance the credit facilities to the SMEs including the micro enterprises. It is vital because of the micro enterprises had a huge potion in our economy and keep rising until now. Besides that, the mandate under the new Central Bank Act 2009 is strategically focused compare to Central Bank Act 1958 which the mandates are broadly defined. In this research, we will focus more on the role of central bank in promoting sound, progressive and inclusive financial system. This refers to the establishment of micro financing to small businesses that had allowed the small businesses in reaching for source of financing.