



UNIVERSITI TEKNOLOGI MARA

**THE PERFORMANCE OF LOAN DISBURSEMENT FOR
MICRO FINANCING AT BANK KERJASAMA RAKYAT
BATU PAHAT**

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

JANUARY 2012



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

**FACULTY OF BUSINESS MANAGEMENT UITM
KAMPUS BANDARAYA MELAKA**

(JANUARY 2012)

DECLARATION OF ORIGINAL WORK



**BACHELOR OF BUSINESS ADMINISTRATION
(HONS) FINANCE
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UNIVERSITI TEKNOLOGI MARA
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“DECLARATION OF ORIGINAL WORK”

I, SITI NURFAEZAH BINTI MARDI, (I/C Number: 880708-01-5370)

Hereby, declared that,

- This work has not previously been accepted in any substance for any degree, locally or overseas, and is not being concurrently submitted for this degree or any other degree.
- 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: _____

LETTER OF SUBMISSION

09 January 2011

The Head of Program
Bachelor of Business Administration (Hons.) Finance
Faculty of Business Management
Universiti Teknologi Mara
Kampus Bandaraya Melaka
753000 Melaka

Dear Sir,

SUBMISSION OF PROJECT PAPER

Attached is the project paper title "THE PERFORMANCE OF LOAN DISBURSEMENT FOR MICRO FINANCING AT BANK KERJASAMA RAKYAT BATU PAHAT" to fulfill the requirement as needed by the Faculty of Business Management,

Thank you

Yours sincerely

SITI NURFAEZAH MARDI
2009104773
Bachelor of Business Administration (Hons)
Finance

***THE PERFORMANCE OF LOAN DISBURSEMENT FOR MICRO FINANCING AT BANK
KERJASAMA RAKYAT BATU PAHAT***

ABSTRACT

The purpose of microfinance is to help the lower income group to get funds for their business activities and at the same time can improve their lives. In Malaysia, microfinance scheme enable micro entrepreneurs to expand existing economic activities and consequently in scaling up their income. Bank Kerjasama Rakyat Berhad is the one of the financial institution that provide micro finance scheme which is Microfinance MUk-I (Modal Untuk Usahawan Koperasi). Every month headquarter of Bank Rakyat give the budget of loan that should be achieved. Regarding of this achievement the researcher in this study want to evaluate the performance of file disbursement for micro finance scheme of Bank Kerjasama Rakyat Berhad and this research has been done in Bank Rakyat Batu Pahat Branches that focus Micro finance enterprises in Batu Pahat area.

Since it was introduced on 2008 until 2011 by Bank Kerjasama Rakyat, Batu Pahat the record of loan approved show that the Bank has disbursement about RM4,820,100 total amount of loan under Microfinance MUk-I (Modal Untuk Usahawan Koperasi) that the total of loan include for the retail, service and manufacture sector which is not achieve the target by Bank. The maximum amount the Bank should achieve is RM2 million per year but every year the Bank do not achieve the benchmark. From the record show that 45 percent of the disbursement comes from retail sector, 34 percent of this amount is disbursed from services sector and another 21 percent with RM1,029,800 is for manufacture sector.