



اُونِيُوَرَسِيْتِي تِيكْنُولُوْجِي مَارَا

UNIVERSITI TEKNOLOGI MARA
CAWANGAN KELANTAN

**FACULTY BUSINESS ADMINISTRATION
MARA UNIVERSITY OF TECHNOLOGY
MACHANG BRANCH
KELANTAN**

**A STUDY ON:
THE IMPACT OF MICRO CREDIT FINANCING
PACKAGE TO THE HUMAN CAPITAL AND THUS THE
SOCIOECONOMIC LEVEL OF THE PARTICIPANTS**

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DECLARATION OF ORIGINAL WORK



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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.
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- All verbatim extracts have been distinguished by quotations marks and sources of my information have been specifically acknowledged.

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ABSTRACT

Poverty is the problem occurs all around the world. It also includes our country, Malaysia. There are many ways taken by our government to reduce the poverty. One of the approaches is through the micro credit financing package. In Malaysia, Amanah Ikhtiar Malaysia (AIM) is one of the organizations that provide micro credit financing. Through this organization, there are not only the credits provided but it more than that such as of increasing level of human capital among the participants. About 150 respondents were selected in three districts in Kelantan which is, Kota Bharu, Machang and Bachok. The findings show that there is no relationship between the three variables. The micro credit financing scheme are not really effect the level of human capital of the respondents. The micro credit financing scheme only affect the improvement of socioeconomic level of the participants in term of household income. It shows that micro credit financing scheme only can improve the socioeconomic level of the participants rather than their level of human capital.