

A STUDY ON THE FACTORS THAT HINDER DEPOSIT TAKING SACCO FROM COMPILING WITH THE SACCO SOCIETIES REGULATORY AUTHORITY.(SASRA)

A case study of Mentor Sacco society ltd

Presented by: ESTHER NJERI MUIRU:

A RESEARCH PROJECT SUBMITTED IN PARTIAL FULFILLMENT OF THE REQUIREMENTS FOR THE AWARD OF BACHELORS DEGREE IN BUSINESS MANAGEMENT OF MT.KENYA UNIVERSITY

DECEMBER 2014

## ABSTRACT

The main purpose of the study was to investigate the factors that hinder deposit taking saccos from compliance with particular reference to Mentor sacco (formerly Muranga teachers sacco) in Muranga town. Specific objects of the study included determining the importance of a sacco having its own capital'asset management and governance. The study will be significant to the management and membership of Mentor sacco, other saccos and the Government as it will be able to sensitise them on factors that hinder deposit taking saccos from complying with the Regulations. It will also provide researchers who may want to carry out further research with background information. A review of literature was done to determine the capital requirements, asset classification and provisioning, and governance affect the compliance of saccos

The research study used descriptive research design in collecting the data from respondents. The study population will be eleven (11) drawn from mentor sacco and divided into groups with distinct characters as board and staff. Questionnaires were used for collecting the data which was then analysed using statistical tools and presented using pie charts and tables.

The research study established that regulation plays a big role in the going concern of saccos as it gives guidelines on how saccos should be run for the purpose of protecting members funds and ensuring the continuity of the movement bearing in mind the large number of the population that depends on saccos in Kenya.