

**IMPACT OF BANK LOAN SERVICES ON DEVELOPMENT OF
DAIRY FARMING, A CASE STUDY OF GITHUNGURI SUB-
COUNTY (KIAMBU COUNTY)**

BY

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**A PROJECT SUBMITTED IN PART FULFILLMENT OF THE
REQUIREMENT FOR THE AWARD OF BACHELORS DEGREE IN
BUSINESS MANAGEMENT (BANKING AND FINANCE OPTION) OF
MOUNT KENYA UNIVERSITY**

DECEMBER; 2013

ABSTRACT

A large number of people in Githunguri Sub-County depend on agriculture for their livelihood. But the considerable development that has taken place in agriculture have not brought many benefits these people, and have had little impact on alleviating rural poverty. Dairy farming is such an alternative. It contributes in household income among landless people and small farmers by providing gainful employment opportunities. Thus, the dairy farm, which can play a key role in improving the socioeconomic status of the large percentage of the rural people, has a good scope for development in Githunguri Sub-County.

Despite availability of credit facility to dairy farmers in banks and other financial service providers in Githunguri sub-County, dairy farming has for years experienced challenges in its development. Most farmers have to been able to utilize the facilities in the financial institution to enhance their activity thus improving productivity. The aim of the study was to find out how bank loan service has lead to development of dairy farming.

The objective of the study includes;

1. To find out bank loan services available for dairy farming development
2. To establish factors that limit dairy farmer access to bank loans in the Githunguri Sub-County
3. To establish the expert services and advice to farmers offer by banking sector

In the course of the study, several hindrances are expected to be encountered:-

1. The reluctance of the respondent to give out important and relevant information on the study.
2. Financial constrains
3. Time inadequacy