
**ASSESSING THE ROLE OF COMMERCIAL BANKS TO THE GROWTH OF
URBAN CENTRES
CASE STUDY: EQUITY BANK BUSIA BRANCH**

BY

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BU/UP/2017/1254

**A RESEARCH REPORT SUBMITTED TO THE FACULTY OF SCIENCE
AND EDUCATION IN PARTIAL FULFILMENT OF THE
REQUIREMENTS FOR THE AWARD OF BACHELORS
DEGREE IN SCIENCE EDUCATION
BUSITEMA UNIVERSITY**

APRIL 2021

DECLARATION

I declare that this research report is my original work and has not been presented for examination in any other college or University.

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Signature.....

Date

APPROVAL

This is to certify that this research report was conducted under my supervision and guidance and was submitted to the faculty of science and education with my approval.

MR. OCHIENG LIVINGSTONE

Signature:

Date: / /

DEDICATION

To the Almighty God

To my beloved father Rev. Lawrence Oridi

To my beloved mother Mrs. Irene Oridi

To my biological brothers and sisters

To all my loyal friends and relatives

I dedicate this dissertation.

ACKNOWLEDGMENT

My gratitude first goes to God who has given me the strength to undertake this research.

I would like to express my sincere thanks to my parents Rev. Oridi Lawrence and Mrs Irene Oridi for the support and care they rendered to me right from my childhood, my brothers and sisters Abbo Rachael, Abusesu Jacob, Oridi Isaac Akiyun and Ashanut Rebecca for the support accorded to me throughout this success in which without them I wouldn't be what I am.

I am so grateful to my supervisor Mr. Ochieng Livingstone, who helped me through giving me the right guidance, advice and assistance concerning the best way of doing and completing my research without which this couldn't be a success. Thanks also go to all those lecturers who imparted professionalism into my work.

My appreciation also goes to my friends Conard, Robina, Emmanuel, Samuel, Grace, Hellen, Catherine, Steven, Fred, Phiona and Fredrick among others for their necessary support, cooperation and teamwork towards completion of this research.

I finally thank the staff and the support staff of Buteba CDC and the management of Luma Eastern College for the stationery services and internet services respectively. This helped me to do my work with ease.

TABLE OF CONTENTS

DECLARATION	i
APPROVAL	ii
DEDICATION	iii
ACKNOWLEDGMENT	iv
TABLE OF CONTENTS.....	v
LIST OF TABLES	8
LIST OF ACRONYMS/ DEFINITIONS.....	9
ABSTRACT.....	10
CHAPTER ONE	11
INTRODUCTION	11
1.0 Introduction.....	11
1.1 Background of the study	11
1.2 Problem statement.....	13
1.3 Purpose of the study.....	14
1.4. Objectives of the study.....	14
1.4.1. General Objective	14
1.4. 1. Specific Objectives	14
1.5 Research questions.....	14
1.6 Scope of the study	14
1.6.1 Geographical Scope	14
1.6.2 Content Scope	15
1.6.3 Time Scope	15
1.7Hypothesis of the study.....	15
1.7.1 Significance of the study	15
CHAPTER TWO: REVIEW OF THE RELATED LITERATURE ON URBAN GROWTH AND COMMERCIAL BANKS	16
2.1 Introduction.....	16
2.2 Conceptual literature	16
2.2.1 Concepts, ideas, opinions from authors/experts.....	16
2.2 Empirical literature	18

2.2.1 The role of commercial banks.....	18
2.3 Commercial banks and economic development.....	21
2.3.1 Monetization of Economy:.....	21
2.3.2 Innovations:	21
CHAPTER THREE	28
METHODOLOGY	28
3.0 Introduction	28
3.1 Research Design	28
3.2 Research Population	28
3.3 Sample size.....	28
3.4 Sample Procedure.....	29
3.5 Data Gathering Procedures.....	29
3.6 Research instruments	29
3.6.1 Questionnaires.....	29
3.6.2 Validity and Reliability of the Instrument	29
3.6.3 Data analysis	30
3.7 Ethical Considerations.....	30
3.8 Limitations of the Study	31
CHAPTER FOUR	32
PRESENTATION, ANALYSIS AND INTERPRETATION OF DATA.....	32
4.1 Introduction	32
4.2 Age of respondents	33
4.3 Gender	33
4.4. Marital status.....	33
4.5. Education level.....	33
CHAPTER FIVE.....	38
SUMMARY OF FINDINGS, CONCLUSIONS AND RECOMMENDATIONS	38
5.1 Introduction	38
5.2 Summary of findings	38
5.3 CONCLUSIONS.....	39
5.4 RECOMENDATIONS	39
5.5 Suggestions for Further Research	40
Appendix 1: Questionnaire	42

LIST OF TABLES

Table 1:	29
Table 2:	34
Table 3:	35
Table 4:	36
Table 5:	37

LIST OF ACRONYMS/ DEFINITIONS

ATM: Automatic teller machines

B.O.U: Bank of Uganda

CDs: Cash of deposit

EFT: Electronic funds transfer

GDP: Gross domestic product

PDB: Private development bank

TFP: Total factor Productivity

SPSS: Statistical package for social scientists

UCB: Uganda commercial bank

ABSTRACT

The main objective of the study was to critically examine and analyze **the role of commercial banks on the growth of towns**. The study portrays how loans and credit affect the GDP and the level of urban growth and consequently the entire economy

The data for this study was will collect through secondary sources. Secondary sources included a number of text books and annual reports. The data was analyzed through quantitative analysis using descriptive statistics.

At the end of this study, it was revealed that Commercial banks have a positive impact on the growth. It was also realized that Domestic credits from commercial banks have a directly proportional relationship.

The recommendations was posted on the fact that, government should encourage the saving culture of Ugandans, increase the level of deregulation in the banking sector and also reduce the tax burden on commercial banks.