# Relationship between entrepreneurship and poverty alleviation: Empirical study on role of Microfinance Institutions working in South Punjab



Name: Ammar Mukhtar

**Enrollment: 01-397201-004** 

Research Dissertation submitted in partial fulfilment of the requirement of the award for degree of MS of Finance

Department of Management Studies
BAHRIA BUSINESS SCHOOL
BAHRIA UNIVERSITY, ISLAMABAD PAKISTAN

August 2021

i

# SUBMISSION FORM OF THESIS FOR HIGHER RESEARCH DEGREE BAHRIA UNIVERSITTY, ISLAMABAD

Candidate Name:		
I submit _2_ Copies of thesis for examinating Thesis Titled: Relationship between entent study on role of Microfinance Institutions were study on the study of Microfinance Institutions were study on the study of Microfinance Institutions were study on the study of the study	trepreneurship and povert	ty alleviation: Empirical
Candidate Signature:	Date:	6-12-2021
Certificate of Principal Supervisor		
I <u>Dr Muhammad Khalid Sohail</u> bein certify that thesis is in a form suitable for e course in accordance with the Rules of the U	xamination and that the ca	
Signature:	Date:	
Recommendation for Examination		
I recommend that the thesis be examined.		
Principal Supervisor:	Date:	
Not Recommended for Examination  I recommend that the thesis be examined.		
Principal Supervisor:	Date: _	
Co-Supervisor:	Date	:
Statement by the Head Faculty/Department I support the submission of the thesis of the		or examination under the
University Rules for higher degrees.		
Signature:	Da	te·

## BAHRIA UNIVERSITY, ISLAMABAD

#### APPROVAL SHEET

#### SUBMISSION OF HIGHER RESEARCH DEGREE THESIS

Candidate's Name:	Ammar Mukhtar	
Discipline:	MS Finance	
Faculty/Department:	MANAGEMENT S	<u>rudies</u>
my satisfaction and th	at the thesis is in a for	work, including the thesis, has been completed to mat and of an editorial standard recognized by the
faculty/department as	appropriate for exam	ination.
		Signature(s):
		Principal Supervisor: <u>Dr Muhammad Khalid Sohai</u> Date:
The undersigned certi	fy that:	
	the thesis, and that th	completion seminar, an overview and synthesis of a research is of a standard and extent appropriate
		esis and its scope, format; editorial standards are
	faculty/department as	•
	Signature(s):	
	Dean/Head of Facul	ty/Department:
		Date:

## **Thesis Completion Certificate**

Student's Name: Ammar Mu	ıkhtar Registration No		
-	nance) ween entrepreneurship and poverty alleviation: Empirical study tutions working in South Punjab		
It is to certify that the above student's thesis has been completed to my satisfaction and, to my belief, its standard is appropriate for submission for Evaluation. I have also conducted plagiarism test of this thesis using HEC prescribed software and found similarity index at 15% that is within the permissible limit set by the HEC for the MS/MPhil degree thesis. I have also found the thesis in a format recognized by the BU for the MS/MPhil thesis.			
Principal Supervisor's Signature:			
Date:	Name: Dr Muhammad Khalid Sohail		

#### **Author's Declaration**

I, Ammar Mukhtar hereby state that my MS thesis titled  "Relationship between entrepreneurship and poverty alleviation: Empirical study on role of Microfinance Institutions working in South Punjab"  "
is my own work and has not been submitted previously by me for taking any degree from this university or anywhere else in the country/world.
At any time if my statement is found to be incorrect even after my Graduate the university has the right to withdraw/cancel my MS degree.
Name of student:
Date:

#### **Plagiarism Undertaking**

I, solemnly declare that research work presented in the thesis titled "Relationship
between entrepreneurship and poverty alleviation: Empirical study on role of Microfinance
Institutions working in South Punjab "
is solely my research work with no significant contribution from any other person. Smal contribution / help wherever taken has been duly acknowledged and that complete thesis has been written by me.
I understand the zero tolerance policy of the HEC and Bahria University towards plagiarism. Therefore I as an Author of the above titled thesis declare that no portion of my thesis has been plagiarized and any material used as reference is properly referred / cited.
I undertake that if I am found guilty of any formal plagiarism in the above titled thesis ever after award of degree, the university reserves the right to withdraw / revoke my degree and tha HEC and the University has the right to publish my name on the HEC / University website or which names of students are placed who submitted plagiarized thesis.
Student / Author's Sign:
Name of the Student

#### **Table of Contents**

CHAPTER 1	1
INTRODUCTION	1
1.1 Background of the Study:	1
1.2 Contextual analysis	3
1.3 Gap Analysis	5
1.4 Problem statement:	5
1.5 Research Questions:	6
1.6 Research Objectives:	6
1.7 Significance of the Study:	6
CHAPTER 2	7
LITERATURE REVIEW	7
2.1 Introduction:	7
2.2 Poverty Alleviation and Micro Financing:	7
2.3 Entrepreneurship and Micro Financing:	10
2.4 Entrepreneurship and Poverty Alleviation	15
2.5 Conceptual Framework	20
CHAPTER 3	21
METHODOLOGY	21
3.1 Introduction:	21
3.2 Population:	21
3.3 Sampling Design:	21
3.4 Measurement Scale	21
3.5 Data analysis Techniques:	22
3.6 Ethical consideration:	22
CHAPTER 4	23
EMPIRICAL FINDINGS	23
4.1.1 Response Statistics of Entrepreneur's qualitative growth	23
4.2.1 Response Statistics of Entrepreneur's quantitative growth	26
4.3.1 Response Statistics of Poverty	29
4.3.2 Demographics:	
4.4.1 Reliability Statistics	
4.4.2 Descriptive Statistics	
4.4.3 Correlation Analysis:	
4.4.4 Regression Analysis:	
=	

CHAPTER 5	41
DISCUSSION AND CONCLUSION	41
5.1 Introduction	41
5.2 Discussion:	41
5.3 Conclusion:	43
5.4 Policy Implications:	44
5.5 Limitations and Future Direction:	44
References:	46

#### Abstract:

The purpose of the study is to examine the role of entrepreneurship on poverty alleviation in the Southern Punjab. There are two aspects of entrepreneurship are considered qualitative growth for entrepreneurs and quantitative growth for entrepreneurs. This study is based on primary data analysis and the targeted population is customers of microfinance who are involved in microcredit activities and a total of 180 respondents are included for data analysis. After monitoring and screening, reliability analysis and descriptive statistics was used as a measure for data quality. Correlation matrix explained the relationship between dependent and independent factors, and empirical findings indicated that there is significant and negative relationship is existing among the entrepreneurship and poverty. Finally, regression analysis was tested in which there are three hypotheses were tested. Empirical evidences proposed that qualitative growth for entrepreneurs, quantitative growth for entrepreneurs, and overall entrepreneurship have shown significant and negative relationship with poverty. This study has policy implications for bankers and policy makers especially at government, as there is a need to further consider the microfinancing concepts which can play significant role in reduction of poverty in less developed areas of Pakistan.

#### **Keywords:**

Qualitative growth for entrepreneurs, Quantitative growth for entrepreneurs, Entrepreneurship, Poverty alleviation, Regression Analysis