

**CREDIT RISK MANAGEMENT PRACTICES AND FINANCIAL PERFORMANCE OF
SAVINGS AND CREDIT COOPERATIVE SOCIETIES (SACCOS) IN KENYA**

BY

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ABSTRACT

Credit risk management is one of the most vital activities that cannot be taken for granted by any business organization involved in credit regardless of business nature. Sound credit risk management strategies are key for continued profitability and stability of a financial institution. Credit quality deterioration is the major reason behind poor financial performance. The core objective of this study was to carry out an examination on how the credit risk management strategies impact on the SACCOs' financial performance. The study was conducted on the basis of specific objectives which include credit policy, credit monitoring, and credit default management and how they affect the financial performance of SACCOs. Additionally, the study was guided by some theories and other tackled research papers on the same. The study embraced a descriptive research design in order to come up with relevant data for analysis. The population consisted of credit and savings cooperatives registered by SASRA in Kenya. A census survey will be used to carry out the research. The collection of primary data was done through the issue of questionnaires and descriptive statistics will be used for data analysis.