International Journal of Research in Human Resource Management



E-ISSN: 2663-3361 P-ISSN: 2663-3213 IJRHRM 2025; 7(2): 767-770 Impact Factor (RJIF): 6.16 www.humanresourcejournal.com Received: 07-09-2025 Accepted: 13-10-2025

Naima Hussein Ahmed Faculty of Management Science, SIMAD University, Mogadishu, Somalia

Dr. Mohamud Mohamed AlassoFaculty of Computing, SIMAD
University, Mogadishu,
Somalia

Dr. Amina Omar Mohamud Faculty of Management Science, SIMAD University, Mogadishu, Somalia Enhancing organizational productivity through human capital investment: An analysis of training and development impacts on employee performance in east African organizations

Naima Hussein Ahmed, Mohamud Mohamed Alasso and Amina Omar Mohamud

DOI: https://www.doi.org/10.33545/26633213.2025.v7.i2g.400

Abstract

Organizations' ability to develop high-quality products and deliver efficient services depends upon the investment they make in their human capital. Training and development (T&D) are two major ways that organizations invest in their human capital to improve employee performance. This article examines the positive correlation between T&D and employee performance in East Africa. Using a qualitative synthesis of 24 peer-reviewed articles, institutional reports, and policy documents from 2010-2024, the article highlights the importance of training and developing employees to enhance organizational productivity and innovation. However, it also identifies several common barriers that limit the widespread implementation of effective T&D practices throughout the East African region, including limited resources, lack of evaluation frameworks, and political instability. Based on these findings, the article recommends the establishment of human capital frameworks and public-private partnerships to provide continuous learning opportunities to organizations and workers in East Africa.

Keywords: Employee performance, training and development, human capital theory, East Africa, Somalia, organizational learning

1. Introduction

In today's knowledge-based economy, the concept of human capital has emerged as one of the most important factors in contributing to economic and organizational growth (Aguinis & Kraiger, 2009) [2]. The East African region, such as Kenya, Uganda, Tanzania, Rwanda, Ethiopia, and Somalia, faces a dual challenge of integrating its economies and developing the skills needed to increase productivity. As a result, training and development (T&D) has become a strategic intervention to promote both individual and group job performance (Aguinis & Kraiger, 2009) [2].

Somalia, which has experienced over three decades of civil war, serves as a prime example of how strategic training can rebuild the public sector and attract back diaspora talent (Ali, Hussein, & Warsame, 2022) [3]. Regional organizations increasingly see T&D as a key component in the policy reform process designed to improve service delivery, innovation, and performance efficiency (EAC Secretariat, 2021) [10].

1.1 Objectives

The primary objective of this study is:

- 1. To examine the available body of research relating to training and employee performance in the East African region.
- 2. To identify the challenges associated with implementing T&D in the region, with particular attention to Somalia.
- To suggest strategic policy and managerial steps to enhance the effectiveness of T&D in East Africa.

2. Literature Review

2.1 Theoretical Framework: Becker's (1964) [7] Human Capital Theory posits that the

Corresponding Author: Dr. Amina Omar Mohamud Faculty of Management Science, SIMAD University, Mogadishu, Somalia productivity of a firm's workforce is contingent upon investment in education and development. Barney (1991) ^[6] complemented this theory with his Resource-Based View, indicating that human capabilities represent an organization's unique, non-imitable source of competitive advantage. Combining the two theories explains why organizations that invest in employee learning achieve higher long-term profitability.

2.2 Global Perspectives on Training Outcomes

Worldwide, training influences not only job performance but also job satisfaction and commitment. Salas *et al.* (2017) ^[18] and Noe (2020) ^[16] indicate that effective training leads to increased adaptability, fosters a culture of learning, and facilitates the transfer of knowledge. Evaluation frameworks for training - such as Kirkpatrick's four levels - show that measurable productivity gains arise from the behavioral changes occurring after training (Arthur *et al.*, 2003; Blume *et al.*, 2010) ^[5,8].

2.3 Regional Empirical Results

- Kenya: Githinji (2014) [11] discovered that employees in Kenyan public enterprises who participated in structured training exhibited greater task efficiency and less absenteeism than those who did not participate. Ngure (2013) [15] indicated that human resource development will continue to serve as the cornerstone of Kenya's public service reforms; however, inconsistent funding has limited the implementation of reforms.
- **Uganda:** Mugisha (2019) [13] demonstrated that firms investing annually in employee development demonstrated a 25% increase in performance indicators related to each employee's service quality and customer satisfaction. However, the study also illustrated the deficiency in conducting needs assessments prior to implementing training, resulting in training being incongruent with employee roles.
- Tanzania: Kirhue *et al.* (2020) [12] identified employee capacity building in manufacturing and tourism sectors as a determinant of increased organizational performance. Companies with long-term employee training strategies demonstrated increased innovative output.
- **Rwanda:** Nsubuga (2022) [17] demonstrated that ongoing employee learning and mentoring programs resulted in increased employee engagement and retention rates, especially among younger employees.
- Ethiopia: Tesfaye and Wolde (2021) [19] described how competency-based vocational education programs positively influenced employee adaptability; however, they also identified the issue of balancing theoretical and practical curriculum content.
- Somalia: Rebuilding of public institutions in Somalia following a protracted conflict has been hindered by institutional weakness. Abdullahi and Hassan (2020) [1] found that training programs implemented by international NGOs provided improved public service delivery; however, the programs were inconsistent in their delivery due to governance fragmentation. Ali *et al.* (2022) [3] emphasized that cooperation between local universities and private businesses provides a viable path toward sustainable development of skills.

2.4 Empirical Gaps and Challenges

Some common challenges include:

- Funding shortages limiting the continuation of employee training programs (World Bank, 2023)
- Lack of evaluation mechanisms assessing employee performance
- Leadership instability and political instability hindering institutional continuity (Ali *et al.*, 2022)^[3]
- Variations in digital access limiting the use of elearning innovations (Chepkirui & Mwatseteza, 2022)

There are also research gaps, specifically regarding longitudinal studies and assessments of returns on investment in employee training at the regional level.

3. Methodology

3.1 Research Design

A qualitative descriptive methodology was employed. Document and literature reviews were used to analyze secondary data to identify recurring themes that influence the relationship between T&D and employee performance.

3.2 Data Sources

Twenty-four peer-reviewed articles, conference papers, World Bank reports, EAC documents, and industry research from 2010-2024 were examined to ensure better temporal and regional coverage.

3.3 Data Analysis

Thematic coding and conceptual synthesis were used to assess the literature for:

- Policy frameworks supporting T&D
- Organizational impacts of T&D
- Implementation barriers of T&D

4. Findings

4.1 Positive Correlation Between Training and Employee Performance

Available literature indicates that investment in employee learning enhances employee task execution and employee service delivery. For example, Ugandan firms that consistently allocated annual funds for employee development improved employee efficiency by 20-25 percent (Mugisha, 2019) [13]. Additionally, Githinji (2014) [11] documented that employees in Kenyan public enterprises participating in structured training demonstrated improved public accountability through continued professional development.

4.2 Knowledge Transfer and Organizational Innovation

Knowledge is transferred from individual employee learning to the collective innovation capacity of the organization when employees receive training (Blume *et al.*, 2010) ^[8]. Nsubuga (2022) ^[17] found that Rwandan organizations incorporating mentoring and follow-up coaching demonstrated 30 percent greater problem-solving initiatives than organizations without mentoring programs.

4.3 Barriers to Effective T&D

Challenges to effective T&D include:

 Resource dependence: Fragile economies (including Somalia) heavily depend on donor funding (Abdullahi

- & Hassan, 2020) [1].
- **Planning:** Training is frequently viewed as a short-term investment rather than a long-term strategic investment (Ali *et al.*, 2022)^[3]
- **Infrastructure barriers:** Limited digital infrastructure in rural areas hinders e-learning (Chepkirui & Mwatseteza, 2022)^[9]
- **Gender disparities:** Fewer women participate in technical and leadership training (World Bank, 2023)

4.4 Emerging Trends

- Hybrid training models combining physical and digital training modalities are becoming more widely accepted in East African organizations following the COVID-19 pandemic.
- Growing collaboration between local universities and industries to align skill development (Tesfaye & Wolde, 2021) [19].
- Increased private sector led initiatives demonstrate significant superiority to public sector initiatives because private sector initiatives provide accountability (Zhou & Bunyasi, 2022)^[23].

5. Discussion

5.1 Validating Human Capital Theory

These findings validate Human Capital Theory (Becker, 1964) ^[7], demonstrating that training is a major factor in enhancing both individual and organizational productivity. Consistent with Becker (1964) ^[7], investment in employee learning generates skills that directly enhance performance outputs.

5.2 Cross-Country Comparisons

Comparative analysis indicates that the extent to which training affects employee performance varies according to both the degree of economic stability and quality of governance. Rwanda illustrates a high degree of consistency between national human resource development policies and organizational implementation, whereas Somalia represents a number of constraints due to the state of institutional weakness in Somalia (Ali *et al.*, 2022) [3].

5.3 Technological Transformation

Technological transformation (digitalization) presents an increasing enabling mechanism. Chepkirui and Mwatseteza (2022) [9] stated that technological innovations (ICT) facilitate the expansion of accessibility and participation in employee training. Balancing digital and traditional learning methods is crucial given variations in digital infrastructure.

5.4 Strategic Training and Business Planning

The organizations demonstrating the highest performance have treated training as a strategic function embedded in business planning frameworks. The findings from Tanzanian manufacturing (Kirhue *et al.*, 2020) [12] and Ethiopian vocational education (Tesfaye & Wolde, 2021) [19] illustrate that training programs aligned with corporate strategy generate sustainable competitive advantages.

5.5 Toward a Contextualized Human Capital Model

Findings indicate a contextualized human capital model that integrates:

Needs assessment processes,

- Ongoing performance evaluations, and
- Establishment of institutionalized evaluation mechanisms.

This model may assist in creating a coordinated effort to harmonize human resource development efforts across East African countries under EAC coordination.

6. Policy Implications

To address some of the challenges faced by East African organizations in terms of T&D, the following policy recommendations have been made:

- Create unified professional certification systems to coordinate human resource development efforts across East African countries (EAC Secretariat, 2021) [10],
- Provide tax incentives to encourage private employers to invest in employee training,
- Expand broadband access to enable online learning and knowledge sharing platforms,
- Promote cooperative agreements between universities, private companies, and government ministries to establish a shared understanding of employee skill development needs

7. Recommendations

Recommendations based on the findings of this study are:

- Create institutionalized annual training budgets tied to employee performance evaluations,
- Establish centralized databases to monitor regional T&D outcomes,
- Prioritize leadership development in fragile states such as Somalia to build institutional capacity,
- Promote blended learning ecosystems using regional ICT hubs,
- Conduct longitudinal empirical studies to evaluate ROI from training investments in East African organizations.

8. Conclusion

This study confirms that training and development significantly contribute to enhancing employee performance and organizational productivity in the East Africa region. Results from studies in Kenya, Uganda, Tanzania, Rwanda, Ethiopia, and Somalia all demonstrate that strategically planned learning programs foster innovation, retention, and institutional resilience. Nonetheless, several obstacles impede the widespread implementation of effective T&D programs, including limited resources and fragmented policymaking. Therefore, in order to solidify regional development, East African countries should establish human capital development frameworks that are centered on long-term investments in technology, collaboration, and performance analytics.

References

- 1. Abdullahi A, Hassan M. Human resource development and institutional rebuilding in post-conflict Somalia. Afr J Manag Stud. 2020;8(2):45-59.
- 2. Aguinis H, Kraiger K. Benefits of training and development for individuals and teams, organizations, and society. Annu Rev Psychol. 2009;60:451-474.
- 3. Ali MH, Hussein AR, Warsame M. Workforce development strategies for fragile states: the Somali

- experience. J Hum Dev Capab. 2022;23(4):612-628.
- 4. Armstrong M. A handbook of human resource management practice. 13th ed. London: Kogan Page; 2014.
- 5. Arthur JB, Bennett W, Edens PS, Bell ST. Effectiveness of training in organizations: a meta-analysis. J Appl Psychol. 2003;88(2):234-245.
- 6. Barney J. Firm resources and sustained competitive advantage. J Manag. 1991;17(1):99-120.
- 7. Becker GS. Human capital: a theoretical and empirical analysis, with special reference to education. Chicago: University of Chicago Press; 1964.
- 8. Blume BD, Ford JK, Baldwin TT, Huang JL. Transfer of training: a meta-analytic review. J Manag. 2010;36(4):1065-1105.
- 9. Chepkirui J, Mwatseteza C. Digital transformation of employee training in East African organizations. East Afr J Bus Res. 2022;7(3):101-119.
- East African Community Secretariat. Regional skills development framework. Arusha: East African Community Press; 2021.
- 11. Githinji M. Training and development as a tool for employee performance improvement in Kenyan public organizations. Afr Public Adm Rev. 2014;2(1):34-47.
- 12. Kiruhe R, Tumaini K, Samson L. Employee training and organizational efficiency in Tanzania. J Afr Organ Stud. 2020;9(1):77-95.
- 13. Mugisha F. The value of workforce development in Ugandan firms. Afr Manag Rev. 2019;15(2):46-63.
- 14. Mwatseteza C. Human resource capacity building in East Africa: emerging trends and challenges. J Afr Bus. 2021;22(4):455-470.
- Ngure S. Training and skills development in Kenya's public service. Nairobi: Kenyatta University Press; 2013.
- 16. Noe RA. Employee training and development. 8th ed. New York: McGraw-Hill Education; 2020.
- 17. Nsubuga M. Employee engagement through on-the-job training: evidence from Rwanda. J Hum Resour Stud. 2022;5(2):98-115.
- 18. Salas E, Tannenbaum SI, Kraiger K, Smith-Jentsch KA. The science of training and development in organizations: what matters in practice. Psychol Sci Public Interest. 2017;13(2):74-101.
- 19. Tesfaye M, Wolde E. Competency-based vocational training and employee adaptability in Ethiopian manufacturing firms. Ethiop J Manag Res. 2021;5(1):59-73.
- Torrington D, Hall L, Taylor S, Atkinson C. Human resource management. 8th ed. Harlow: Pearson Education: 2011.
- World Bank. Human capital index: Sub-Saharan Africa report 2023. Washington (DC): World Bank Group; 2023.
- 22. Yamoah EE. Training and development as a driver of organizational success in sub-Saharan Africa. Int J Hum Resour Manag. 2020;31(12):1520-1540.
- 23. Zhou L, Bunyasi G. Evaluating the effects of leadership commitment on employee training outcomes. Afr J Bus Res. 2022;10(3):220-238.
- 24. Zwick T. Training effectiveness and productivity. Labour Econ. 2015;34:1-11.