

Total number of printed pages-4

14 (COM-4) 4066 MIFN

2018

MICROFINANCE

Paper : 4-21/COM-4066

Full Marks : 80

Time : Three hours

The figures in the margin indicate full marks for the questions.

1. Choose the correct options : 1×5
- (i) What is not a mechanism that contributes to the success of microfinance ?
- (a) Dynamic Incentives
 - (b) Pure monitoring
 - (c) Regular Payment Schedules
 - (d) Collaterals.
- (ii) What can be said of Microfinance ?
- (a) The secret to the high repayment rates on loans is tied closely to the use of group lending contracts

Contd.

- (b) Microfinance has a clear record of social impact and has been shown to be a major tool for poverty reduction
 - (c) Microfinance has brought attention to credit market failures, that stem from poor information and high transactions costs
 - (d) All of the above.
- (iii) The Tenure of the loan issued by NBFC-MFI to the borrower should not be less than 24 months for loan amount in excess of
- (a) Rs. 15,000
 - (b) Rs. 20,000
 - (c) Rs. 30,000
 - (d) None of the above.
- (iv) In which year NABARD was established ?
- (a) 1985
 - (b) 1991
 - (c) 1982
 - (d) 1984
- (v) With reference to the Microfinance institution, consider the following statements.
- (i) At present MFIs obtain finance from banks according to RBI guideline

- (ii) MFIs provide small scale credit to low income households and small informal business.

Which of these statements is/are correct ?

- (a) only (i)
(b) only (ii)
(c) both (i) and (ii)
(d) neither (i) nor (ii).

2. Write short notes on **any five** of the following :
5×5

- (a) Characteristics of Microcredits
(b) Credit delivery mechanism for Microcredit
(c) Demand for microfinancial service
(d) Measurement of operational efficiency of Microfinance
(e) Need of regulatory framework for Microfinance.

3. Critically review the Developments of Microfinance in India. 10

Or

Elucidate the nature and objectives of Microfinance. 4+6=10

4. Describe the structure of Microfinance Institutions in India ?

Write the non-financial services of Microfinance Institutions. 6+4

Or

Elucidate the various models of Microfinance Institutions. 10

5. Elaborate the opportunity and challenges in the process of financial inclusion in the context of present Indian financial system. 10

Or

Discuss the role of NABARD in extending microfinance. 10

6. Explain the scope of social assessment of Microfinance Institution. 10

Or

Write on various types of risks in Microfinance Institutions. Suggest methods of managing those risks. 5+5

7. State the salient features of the Microfinance Institution Bill, 2012. 10

Or

How is the RBI Act relevant for development of Microfinancing in India ? Explain. 10