

Time Allowed: 3 Hours

Maximum Marks:100

Date: December 7, 2024

**Microfinance
JAIBP (Specialization)**

Instructions:

- Attempt ALL questions;
- Answers must be neat, relevant and brief;
- In marking the answers, the examiner takes into account clarity of exposition, logic of arguments, presentation and language;
- Read the instructions printed inside the top cover of answer script CAREFULLY before attempting the paper;
- DO NOT write your Name, Access No or Roll No. etc. anywhere inside the answer script(s);
- Candidates are advised NOT to mark any of the objective answer on the Question Paper, otherwise their paper will be cancelled;
- Question Paper must be returned to invigilator before leaving the examination hall.
- Ensure that you shade your choice on the Optical Mark Reader sheet correctly. Only ONE circle must be shaded as shown below:

Correct Way: ☐ A ☒ B ☐ C ☐ D (Choice B is selected)

Incorrect Ways: ☐ A ☐ B ☐ C ☐ D

SECTION B: SUBJECTIVE

All questions are compulsory.

(55 Marks)

- Q31** Describe the concept of Village Banking . **(10 Marks)**
- Q32** Describe the various Control Processes an MFI has to build in its organization. **(5 Marks)**
- Q33** ABC Microfinance Bank deals with 4 clients and reported their performance on outstanding loans as at year end 2023 as below. (10 Marks)

Client	Loan Disbursed	Due	Principal Paid	Principal Overdue	Principal Outstanding
A	10000	5000	2000	3000	8000
B	10000	5000	3000	2000	7000
C	10000	5000	5000	0	5000
D	10000	5000	4000	X	Y

Calculate the values of:

- The total Loan disbursed by the Bank **1 Mark**
- X **1 Mark**
- Y **1 Mark**
- Portfolio at Risk of the Bank **4 Marks**
- Arrear Rate **3 Marks**

Q34

- List the Micro Insurance products which can be offered in rural areas of a country. **(5 Marks)**
- List any 5 financing sources for MFIs. **(5 Marks)**

- Q35** Explain how and why service delivery through branch operations for Microfinance banks should differ from commercial banks. **(10 Mark)**

Q36 To analyze financial performance of Microenterprises, state any 5 accounting ratios with formulae you will use. **(10 Marks)**

X ——— END OF PAPER ——— X