

8 What is microinsurance? Discuss the various types of microinsurance plans offered by institutions and on what basis the eligibility and insurance premium are being decided for microinsurance. Exemplify.

\*\*\*\*\*END OF PAPER\*\*\*\*\*

2202M014

**BACHELOR OF VOCATION**  
**Management Financial Services**  
**Subject: Micro Finance**  
**Subject Code: MFM504**  
**Semester: First**  
**February 2022**  
**Theory (External): 70 Marks**  
**Time: 03 Hours**

**Instructions to the Students**

1. This Question paper consists of two Sections. All sections are compulsory.
2. Section A comprises 10 questions of objective type in nature. All questions are compulsory. Each question carries 2 marks.
3. Section B comprises 8 essay type questions out of which students need to do any 5. Each question carries 10 marks.
4. Read the questions carefully and write the answers in the answer sheets provided.
5. Do not write anything on the question paper.
6. Wherever necessary, the diagram drawn should be neat and properly labelled

**Roll Number**

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**SECTION -A (SHORT/OBJECTIVE TYPE QUESTIONS)**  
(10x2=20 Marks)

- A Briefly explain the role of microfinance for development of an economy.
- B List out the benefits of micro finance for start-ups in India.
- C What is microfinance lending model?
- D Write down in brief about SHG method of delivering microfinance.
- E What is the relationship between productivity and microfinance services offered by financial institutions?
- F Why do we need regulator of microfinance in India?
- G What is housing finance micro insurance?
- H List out the products offered under microinsurance in India.
- I What is the need of micro credit programs?
- J Explain the methods of risk management adopted by microfinance lending institutions in India.

**SECTION -B (ESSAY TYPE QUESTIONS)**  
(5x10=50 Marks)

- 1 'Microfinance acts as an important tool for development of rural economy' Justify the said statement by highlighting the advantages of microfinance.
- 2 Write a brief note on legal and regulatory framework of microfinance in India.
- 3 Write a detailed note on group methods and individual methods adopted by microfinance institutions to deliver financial services to customers.
- 4 (a) What are the various stages of evolution of microfinance in India? Elaborate.  
(b) Discuss how sustainability act as a major strategic issue in microfinance. How it can be taken care of?
- 5 'A number of product and services are offered by microfinance institutions supplementing the services offered by banks' in light of the said statement, write a detailed note on products offered by microfinance institutions in India.
- 6 Discuss in detail the channels of microfinance in India. What challenges do Micro Finance Institutions face during credit supply in the economy.
- 7 'The innovative and creative microfinance models will lead to financial inclusion' Discuss in light of any two innovative micro finance models.