



Mavin

Avinashilingam Institute for Home Science and Higher Education for Women

(Deemed to be University under Category 'A' by MHRD, Estd. u/s 3 of UGC Act 1956)

Re-accredited with 'A++' Grade by NAAC. Recognised by UGC Under Section 12B

Coimbatore - 641 043, Tamil Nadu, India

Continuous Internal Assessment Test - I August 2024

III Semester

Class: II UG

Course: B.Com

Time: 2 Hours

Max. Marks: 60

23BCOCSE1A Financial Arithmetic and Basics of Microfinance and Lending

Course Outcomes:

- CO1: Understanding the Basics of Financial Arithmetic.
CO2: Analyse the structure and need of Microfinance in the market.
CO3: Obtain the knowledge on concepts, types and ideology behind microfinance.
CO4: Acquire knowledge on different loan products.
CO5: Appreciate the role of regulatory authorities of MFIs.

Part A

6x1=6

Choose the correct answer

1. What is Gross Domestic Product? CO1 K2
a. The total value of goods and services manufactured in the country
b. The total value of all the transactions in the country
c. The reduction in the total value of goods and services produced in the country
d. The monetary value of all finished goods and services made within a country during a specific period.
2. A sum of Rs.20,000 becomes Rs.25,000 at the end of 5 years when calculated at simple interest. Find the rate of interest? CO1 K2
a. 5% b.6% c.7% d.8%
3. Which model was the innovative of Noble Laureate, Professor Muhammad Yunas? CO2 K2
a. Self Help Group Model b. Grameen Joint Liability Group Model
c. Credit Union model d. Cooperative Model
4. What can be the average size of the SHG? CO2 K2
a. 5 members b. 15 members c. 25 members d. 40 members
5. In India, which banks/institutions have the highest share in the disbursement of credit to agriculture and allied activities? CO3 K2
a. Co-operative banks b. Regional Rural Banks c. Commercial Banks d. Microfinance Institutions
6. What option block the poor to get bank loans? CO3 K2
a. Absence of collateral b. High rates of interest c. Complexity of procedure d. Illiteracy

Part B

3x6=18

Answer all questions

Each answer should not exceed 400 words or two page.

7. a) Explain the following concepts. CO1 K2
1. Annuity 2. Inflation 3. Return on Investment
(or)
7. b). Annual future annuity Rs.20,000
No. of years 10
Rate of interest 7%
What is the present value of future annuity? CO1 K2
8. a) What are the differences between Micro Finance and Microcredit? CO2 K2
(or)
8. b) Explain Grameen Joint Liability Group Model. CO2 K2
9. a) What kind of financial services are offered by MFIs. CO1 K2
(or)
9. b) What are the components of financial Statements? CO3 K3

Part C

3x12=36

Answer all questions

Each answer should not exceed 800 words or four pages

10. a) Annual Investment Rs.5,000
No. of years 10
Rate of Interest 6%
What is the future value of investment if the interest compound quarterly? CO1 K2
(Or)
10. b) Find the Compound Interest on Rs.13,000 at 8% for 3 years compounded annually. CO1 K2
11. a) Explain in detail Swarnjayanti Gram Swarozgar Yojana(SGSY). CO2 K2
(Or)
- 11.b) Explain in detail the SHG Bank Linkage Programme. CO2 K3
12. a) Explain the credit delivery methodologies of MFIs. CO2 K2
(or)
- 12.b) Explain the components of Financial Statements MFIs. CO3 K2