| Course Code | Course Name | Credits |
|---|---|---|
| 26RD510 | Microfinance | 4 |

**Course Objectives**

- To introduce the concepts of microfinance and microcredit
- To understand the microfinance institution and its issues

**Learning Outcomes**

Upon successful completion of this course it is intended that a student will be able to:

- Remember and understand the loan provided by microcredit and the basic financial services provided by microfinance and identify the various channels through which the services can be availed
- Choose the microfinance model and apply it appropriately according to the situation and operate the different mode of services provided by microfinance institutions in India by practicing the legal framework
- Analyse the Micro Credit Schemes that are provided to self-help groups and Tribal People as well in order to enable them to set up ventures and earn incomes by assisting communities of the economically excluded to achieve greater level of asset creation and income security at the household and community level.
- Revise financial and operational evaluation of microfinance by estimating itsfinancial performance and managing financial statement and accordingly suggest to initiate the actions of subsidies and donors in Microfinance
- Set up microcredit as priority sector to enhance its impact in women empowerment and address the emerging issues in microfinance such as the gender issues

**Unit 1: An Overview of Microfinance (12 hrs)**

Meaning, concept, characteristics, evolution of microfinance, need and important of microfinance, fundamental of microfinance, channel of microfinance, difference between microfinance and microcredit, comparison of microfinance and Financial banking

**Unit 2: Microfinance Model and Microfinance Institutions (MFIs) (13 hrs)**

Models of microfinance: The SHG-bank Linkage Model, Grameen Model, Cooperative model, Partnership Model, Different mode of services provides by MFIs, Legal Framework of Microfinance Institution in India

**Unit 3: Microcredit in Rural Area (11 hrs)**

Meaning, definition, features, history, objectives, purpose of microcredit; microcredit schemes and program; impact of microcredit on socioeconomic development of rural area; role of microcredit on employment generation in rural areas

**Unit 4: Financial and Operational Evaluation (12 hrs)**

Analyzing and managing financial performance of MFIs, analyzing and managing financial statement of MFIs; financial ratios, capital adequacy, IRAC and Provisioning norms; Revenue Models of Microfinance, Role of Subsidies and Donors in Microfinance

**Unit 5: Issues, trends and Frontiers of Microfinance (12 hrs)**

Emerging issues in Microfinance, gender issues in microfinance, role of technology in microfinance, microcredit as priority sector advance, impact of microfinance on empowering of women

**Reference:**


1. Microfinance in India, SAGE Publications Pvt. Ltd., New Delhi, 2008.2
2. The Economics of Microfinance, Prentice-Hall of India, New Delhi, 2007.3
3. Beyond Micro-Credit Putting Development Back into Micro-Finance, Vista Publications, New Delhi, 2007.4.
4. Micro-Credit Poverty and Empowerment linking the Triad, SAGE Publications Pvt. Ltd., New Delhi, 2005.5.
5. Indian Microfinance – The Challenges of Rapid Growth, SAGE Publications Pvt. Ltd., New Delhi, 2007

**COs and Bloom's Taxonomy Level (BTL) Mapping**

| COs and Bloom Taxonomy Mapping-22RD510 | | |
|---|---|---|
| **Course Outcomes** | **On successful completion of the course, students will be able to** | **BTL** |
| **CO1** | Remember and understand the overview of microfinance and identify the channels of microfinance including the difference between microfinance and microcredit | **K1, K2** |
| **CO2** | Demonstrate the different models of microfinance and interpret its application according to the suitability of the situations | **K3** |
| **CO3** | Examine the purpose of microcredit schemes and program and analyse its impact on socioeconomic development of rural areas | **K4** |
| **CO4** | Measure financial and operational evaluation through assessingfinancial performance and financial statement of MFIs | **K5** |
| **CO5** | **Revise e**merging issues in microfinance by managing gender issues in microfinance and prepare to boost role of technology in microfinance | **K6** |

BTL: K1 and K2- Remembering and Understanding, K3- Applying, K 4- Analyse, K5- Evaluate and K 6 – Create

| Relationship Matrix-26RD510 | | | | | | | | | | | | | |
|---|---|---|---|---|---|---|---|---|---|---|---|---|---|
| **Course Outcomes** | **Programme Outcomes (POs)** | | | | | | **Programme Specific Outcomes (PSOs)** | | | | | | **Mean Score of COs** |
| | **PO1** | **PO2** | **PO3** | **PO4** | **PO5** | **PO6** | **PSO1** | **PSO2** | **PSO3** | **PSO4** | **PSO5** | **PSO6** | |
| **CO1** | 2 | 3 | 2 | 3 | 2 | 2 | 2 | 2 | 3 | 2 | 2 | 3 | 2.33 |
| **CO2** | 2 | 2 | 2 | 2 | 2 | 3 | 2 | 2 | 2 | 2 | 2 | 2 | 2.08 |
| **CO3** | 2 | 2 | 1 | 3 | 2 | 2 | 3 | 2 | 2 | 3 | 2 | 2 | 2.16 |
| **CO4** | 3 | 3 | 2 | 2 | 2 | 3 | 2 | 3 | 2 | 2 | 3 | 2 | 2.41 |
| **CO5** | 2 | 2 | 2 | 2 | 2 | 2 | 2 | 2 | 2 | 3 | 3 | 2 | 2.16 |
| | | | | | | | | | | | | **Total** | **2.22** |

Mean Score:  3- High, 2- Medium/Moderate, 1-Low