

TECHNICAL UNIVERSITY OF MOMBASA

SCHOOL: HUMANITIES AND SOCIAL SCIENCES

DEPARTMENT:SOCIAL SCIENCES

UNIVERSITY EXAMINATION FOR:

BACHELOR OF SCIENCE AND DEVELOPMENT STUDIES

BAC4303: MICRO FINANCE MENEGEMENT

END OF SEMESTER EXAMINATION

SERIES: MAY 2016

TIME:2 HOURS

DATE: MAY 2016

Instructions to Candidates

You should have the following for this examination *-Answer Booklet, examination pass and student ID* This paper consists of FIVE questions. Attempt QUESTION ONE COMPULSORY AND ANY OTHER TWO. **Do not write on the question paper.**

Question ONES

- a) What are the challenges of microfinance institutions (6 mks)
- b) Explain features of cooperative enterprise (8 mks)
- c) Describe the scope of financial repression (6 mks)
- d) Describe the risks apparent with financial intermediation (7 mks)
- e) Discuss various classifications of cooperatives (3 mks)

Question TWO

- a) Describe the stages of institutional development of financial self sufficiency (10 mks)
- b) Describe policies for promoting microfinance institutions (10 mks)

Question THREE

NGO'S involved in financial intermediation are unique and have unique characteristics .Discuss (20 mks)

Question FOUR

a) What are the reasons behind regulating depository financial intermediaries (10 mks)

b) What is the role of cooperative in social economic development (10 mks)

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Question FIVE

- a) How does prudential regulations work to reduce failure of depository financial intermediaries (10 mks)
- b) Describe challenges to cooperative management (10 mks)