

MICRO-FINANCE IN NEPAL

(A Case Study of Micro-Finance Program of DEPROSC Nepal, Nirdhan Utthan Bank Ltd, and Suryodaya Credit and Cooperative, Bhadrapur, Jhapa)

A THESIS

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RECOMMENDATION

This is to certify that the Thesis

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At last but not least, I am alone responsible for any errors and deficiencies and apologize for any of them committed.

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DECLARATION

I hereby declare that the work reported in this thesis entitled “**MICRO-FINANCE IN NEPAL (A Case Study of Micro-Finance Program of DEPROSC-Nepal, Nirdhan Utthan Bank Ltd, and Suryoday Credit and Cooperative, Bhadrapur, Jhapa, Nepal)**” submitted to Office of the Dean, Faculty of Management, Tribhuvan University, is my original work done in the form of partial fulfillment of the requirement for the Master Degree in Business Studies (MBS) under supervision of **Dr. Sushil Bhakta Mathema and Lecturer Surendra K. Uprety of Nepal Commerce Campus TU.**

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Abbreviation

ADB	: Asian Development Bank
AGM	: Annual General Meeting
BFIA	: Bank and Financial Intermediation Act
BRAC	: Bangladesh Rural Advancement Committee
CBs	: Commercial Banks
CBOs	: Community Based Organizations
CBS	: Central Buearo
CGAP	: Consultative Group to Assist the Poor
DEPROSC	: Development Project Service Centre
FGD	: Focus Group Discussion
INGO	: International Non-Government Organizations
IRDPs	: Integrated Rural Development Project
Ltd	: Limited
MFI	: Microfinance Institutions
MLD	: Ministry of Local Development
NCDB	: National Co-operative Development Bank
NGOs	: Non-Government Organizations
NLSS	: National Life Standard Survey
NRB	: Nepal Rastra Bank
NSCDP	: National Saving and Credit Development Projects
Org	: Organization
PCRW	: Production Credit for Rural Women
POs	: Partner Organizations
RMDC	: Rural Micro-Finance Development Centre
RSRF	: Rural Self Reliance Fund
SAARC	: South Asian Association for Regional Cooperation
SFDP	: Small Farmer Development Program
SKBBL	: Sana Kissan Bikash Bank Limited
UNFPA	: United Nations Population Fund
UNICEF	: United Nations Children Fund
UNIFEM	: United Nations Development Fund for Women
US	: United States
WDD	: Women Development Division
WDP	: Women Development Program
\$: US Dollar
%	: Percentage

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Questionnaire Surveyed

Name of Respondent :
Position :
Organization :

1. What is the level of accessibility of financial services to the small holder?
 - i. Very easily accessible
 - ii. Easily accessible
 - iii. Moderately accessible
 - iv. Not easily accessible
 - v. Not accessible

2. What type of financial services could be the best alternative for the poor people?
Please Rank (1) for the highest.
 - i. Commercial Services ()
 - ii. Development Services ()
 - iii. Microfinance Services ()
 - iv. Indigenous Financial Services ()
 - v. Co-operative Financial Services ()

3. Which type of lending plays the vital role in reducing poverty? Please rank (1) for the highest.
 - i. Commercial Lending (Trade) ()
 - ii. Cooperative Lending ()
 - iii. Agricultural Lending ()
 - iv. Industrial Lending ()

4. Will small holders be able to obtain financial support from the above services ranked in question number three by the respondents?
 - i. Yes ()
 - ii. No ()

5. On what scale do small holders obtain the financial support from the trade or lending ranked in question number three by the respondents?
 - i. Very Large Scale
 - ii. Large Scale
 - iii. Medium Scale
 - iv. Small Scale
 - v. Very Small Scale

6. What is your level of satisfaction with the present performance of Microfinance related activities in your area?
 - i. Very Satisfactory
 - ii. Moderately Satisfactory
 - iii. Satisfactory
 - iv. Not Very Satisfactory
 - v. Not Satisfactory at all

7. Which services provided in the community has economically and socially transformed the women empowerment? Please Rank (1) for the best one.
 - i. Cooperative Services ()
 - ii. Microfinance ()
 - iii. Indigenous Services ()
 - iv. Commercial Services ()

8. How can the performance of Microfinance system be enhanced? Please rank (1) for the highest and so on.
 - i. Awareness program to borrowers
 - ii. Training to the Microfinance Institutions
 - iii. Coordination
 - iv. Policy shift
 - v. Eliminary duplication of programs

9. Which Micro Finance Model is more appropriate in context of our society? Please rank (1) for the highest and so on.
 - i. Informal Finance
 - ii. Grameen Bank Model
 - iii. Commercial Bank programs, Intensive Banking Programs (IBP)
 - iv. Local Governance Program (LGP)
 - v. Government Managed Program i.e, Women's awareness (Jagriti)
 - vi. Small Farmer Development Program (SFDP)
 - vii. Microfinance Model for Women
 - viii. Financial Intermediaries Non Government Organization (FINGO)
 - ix. Community Based Model

10. What role do you think the state should play in the development of micro credit system in the community?

11. What are the obligations of financial institutions other than (Nepal Rastra Bank) in the development of micro credit system in the community?