



**JARAMOGI OGINGA ODINGA UNIVERSITY OF SCIENCE AND
TECHNOLOGY**

SCHOOL OF AGRICULTURAL AND FOOD SCIENCES

**UNIVERSITY EXAMINATION FOR THE DEGREE OF BACHELOR OF SCIENCE IN
AGRIBUSINESS MANAGEMENT**

3RD YEAR 2ND SEMESTER 2017/2018 ACADEMIC YEAR

REGULAR

COURSE CODE: AAE 3323

COURSE TITLE: AGRIBUSINESS MICROFINANCE

EXAM VENUE

STREAM: BSc. (Agribusiness Management)

DATE:

EXAM SESSION:

TIME: 2 HOURS

Instructions

- 1. Answer ALL questions in section A. In section B answer ANY 2 Questions.**
- 2. Candidates are advised not to write on the question paper.**
- 3. Candidates must hand in their answer booklets to the invigilator while in the examination room.**

SECTION A [30 MRKS]

Answer ALL questions from this Section

1. Define the following terms:
 - a. Microfinance (2 Marks)
 - b. Financial services (2 Marks)
 - c. Capital Intermediation (2 Marks)
2. Explain 3 characteristics and features of microfinance clients (3Marks)
3. a. Name six models used in Rural Microfinance (3Marks)
b. State the key features of the Cooperative Model of Microfinance (4 Marks)
4. Differentiate between the following terms
 - a. An Overdraft and Transfer Financial transactions. (4 Marks)
 - b. Savings and Lending in cash rental service in Microfinance. (3 Marks)
5.
 - a. Explain two methods to financial risk management in microfinance. (4 Marks)
 - b. Describe three categories of credit based on time. (3 Marks)

SECTION B [40 MARKS]

Answer ANY TWO questions from this Section.

6.
 - a. Explain four categories of credit based on purpose? (4 Marks)
 - b. Explain six sources of financial resources in rural areas for Rural Resource Mobilization. (6 Marks)
 - c. Explain 5 roles of NGOs in Rural Microfinance. (10 Marks)
7.
 - a. Discuss Grameen Credit Management Model in Microfinance (5 Marks)
 - b. Explain why it is difficult for small holder farms to access credit from formal financial institutions. (8 Marks)
 - c. State and Explain 7 financial service supply barriers to access of Financial Services by women. (7 Marks)
8.
 - a. Describe the term Credit Delinquency in Microfinance (2 Marks)
 - b. Discuss the 3 categories of Financial Services required by Agribusiness. (9 Marks)
 - c. Explain three Financial Priority areas for Agribusiness. (9 Marks)