

1. What is the stipulated role of MUDRA bank; how it has addressed the issues of microfinance industry and users in India? (150 Words)

Answer:

- The main of the MUDRA (Micro Units Development and Refinance Agency Bank) Bank is to empower the small micro business. This business will help grow the economy of the country. Small entrepreneurs, when are helped to grow, helps the economy to grow along with them.
- The reason for this scheme to get into action is that the current remote entrepreneurs are unable to get money from the institution. These people get their finance from money lenders at a very high interest rate, which in return effects the growth of the micro business.
- The biggest bottleneck to the growth of entrepreneurship in India the poor SME support system. Overall, the non-corporate small business sector lacks not only financial support, but also the draconian labour laws.
- **Role of MUDRA**
- The main objective of the committee is to build a suitable system to grow these businesses by providing finance.
- These banks are also to setup a good method of using the last-mile credit agent scheme system to small and micro business.
- Another important objective of the bank is to make a good credit guarantee system so that the money is not loaned to a person who will go into debts and later becoming a liability to the government.
- The committee will also be guiding the person in order to ensure that his business won't be a failure.
- Registering all the Microfinance Institutions and agencies to evaluate the performance rating and later accreditation for the first time.
- Mudra Bank will ensure clients are properly protected and will lay down principles and methods of loan recovery in case of a default.

Schemes Offered by MUDRA Bank

Currently the scheme will be offering three types of loan divided in three segments known as the starters, the mid-stage finance and next level growth seekers. The three loans that are provided by the MUDRA bank are as follows:

- Shishu- this is the scheme for starters and will be lending the amount of Rs. 50,000
- Kishor- this scheme is for the mid-level organization and will be lending amount from the Rs. 50,000 to Rs. 5 Lakh
- Tarun- This is the scheme for the next level organization helping them to grow. This will cover loan from Rs. 5 lakh to Rs. 10 lakh.

The scheme will help empower the small business and is surely to help Indian economy grow along with entrepreneurs.

PRACTICE QUESTIONS

Answer the following Questions

1. Delineate objectives and services linked with Technology and Innovation Support Centers (TISC) program of the WIPO. Also, highlight steps taken by India in this context with special emphasis on IPR awareness. (150 words)
2. Discuss the significance of polar research and India's contribution in this regard. (150 words)