

ATOMIC ENERGY CENTRAL SCHOOLS
Assignment
Economics(Std 10)
Chapter-3 Money and Credit(Module 2)

1. Mention the reasons for which the informal sources of credit is preferred in rural area?
2. How does Reserve bank of India lay a crucial role in controlling the formal sector loans? Explain.
3. Suggest some way to increase the approachability of formal sources of credit in the rural areas?
4. What is meant by Informal Sources of Credit? Mention the drawbacks of this system.
5. How would you describe the organization and functioning of Self Help Group?
6. Mention the requirements a borrower has to fulfil before taking a house loan?
7. Why do you think RBI supervises the banking system?
8. Banks are present everywhere, but it is very difficult for poor households to get loan from the bank than taking a loan from informal source? Why is it so?
9. Why do lenders ask for collateral while lending?
10. Compare Informal & Formal Sources of credit.