

National Institute of Public Finance and Policy

GINI PROJECT

Questionnaire for Bank officials

- 1) Name
- 2) Designation
- 3) Contact Details
- 4) Is there a definition of MSME for banking sector? What is it?
- 5) Does loan provided to MSMEs get included in priority sector? If yes, are you meeting the government targets regarding the share of total loan disbursed to priority sector? If not, why?
- 6) Does the amount of loan sanctioned depend on the type of output produced by MSMEs?

7) What form of loan is taken more by MSMEs, long term or short term? Why?

8) For what purpose do the MSMEs take loan, fixed capital investment or working capital? Which one is more prevalent? Why?

9) Do the MSMEs avail any special benefits compared to other? What form?

10) What kind of collateral is taken? How much security is required for taking loan? Are there any norms?

11) What are the criteria followed while giving loans to MSMEs?

12) What are the major reasons of rejection of a loan to MSME?

13) What is the time required to process a loan? Does it depend on the amount of loan demanded by MSMEs? Who sanctions the loan?

14) How are the MSMEs in terms of repayment, better than other borrowers, like others, worse than other borrowers?

15) What is the process of recovery of a defaulting loan? Is it effective for banks?

16) What is the share of MSMEs in the NPA of your bank?

17) What are the bankruptcy laws in the case of MSMEs?

18) Is there any interest subsidy on loans to MSMEs? If yes, is it paid by government to banks or directly to MSMEs? If paid to banks, does government make the payments timely? In case interest rate subsidy goes to bank, do you encourage the borrowers to show themselves as MSMEs?

19) What is the method of keeping records of identification of the borrower, is the name of the promoter also maintained or only name of the company in the case of MSMEs and other companies?

20) Are there any changes in the volume of loan given and terms of loan, post financial de-regulation of the economy in the case of MSMEs?

21) Are there any changes in the amount of loan taken or the loan taking behavior of the MSMEs post economic crises?

22) How do you consider the portfolios of MSMEs in your balance sheet? Are they risky, profitable?