



Pre-Mix

Economy

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Inclusive Growth

Q 1. Which one of the following statements correctly defines Inclusive Growth?

- A. It is a process by which more policies are focused towards weaker sections of the society.
- B. It is a growth process which yields broad-based benefits and ensures equality of opportunity for all.
- C. It is a growth process of ensuring access to appropriate financial products and services needed by vulnerable groups at an affordable cost in a fair and transparent manner by mainstream institutional players.
- D. None of the above

Answer: B

Explanation

- Inclusive growth is a growth process which yields broad-based benefits and ensures equality of opportunity for all (UNDP and the 11th Plan).
- Inclusiveness encompasses:



Q 2. The rural-urban divide in India is so prominent that the income of an average person in the rural parts of India is less than even half of the urban counterpart. Which of the following schemes aim at reducing this Urban-Rural Divide?

1. Bharat Net Project

2. MNREGA Scheme

3. Swachh Bharat Mission

4. Sansad Adarsh Gram Yojana

Select the correct code.

- A. 2, 3 and 4 only
- B. 2 and 4 only
- C. 1, 2 and 4 only
- D. 1, 2, 3 and 4

Answer: C

Explanation

- Due to different pace of development the Urban areas have all the facilities like health services, education services, Transportation facilities, Employment opportunities etc. which are lacking in rural areas.
- Government has started many initiatives like
 - Pradhan Mantri gram sadak yojana to provide rural urban connectivity,
 - Bharat Net project to provide internet facilities to villages,
 - Sansad Adarsh Gram Yojana to develop village infrastructure,
 - MNREGA scheme to build new infrastructure in villages etc. to bridge this gap.

Q 3. Consider the following statements with respect to Pradhan Mantri Mudra Yojana.

1. Loans under PM mudra loan scheme are not available to micro or small enterprises in farming activities.
2. MUDRA Ltd is a Non-Banking Finance Company that has been set up as a subsidiary of SIDBI.
3. The loan amount offered by the MUDRA Kishore loan can be anywhere ranging from ₹1 Lakh to ₹5 Lakhs.

Which of the above statements is/are correct?

- A. 1 and 2 only
- B. 2 only
- C. 1 and 3 only
- D. 1, 2 and 3

Answer: A

Explanation

- MUDRA, which stands for Micro Units Development & Refinance Agency Ltd, is a financial institution being set up by Government of India for development and refinancing micro units enterprises.
 - The purpose of Mudra is to provide funding to the non-corporate small business sector through various Last Mile Financial Institutions like Banks, NBFCs and MFIs.
 - Loans under PM mudra loan scheme are available to non-farm micro or small enterprises engaged in income generation through manufacturing, trading and services.
 - Micro Units Development & Refinance Agency Ltd (MUDRA) was set up by the Government of India (GoI).
- MUDRA has been initially formed as a wholly owned subsidiary of Small Industries Development bank of India (SIDBI) with 100% capital being contributed by it.
 - Presently, the authorized capital of MUDRA is 1000 crores and paid up capital is 750 crore, fully subscribed by SIDBI.
 - MUDRA loans offer loan amounts up to ₹10 lakhs for such micro-enterprises. The entire MUDRA scheme is subdivided into three types of loans:
 - Shishu Loan- Loans of upto Rs. 50,000
 - Kishor Loan - Loans between Rs. 50,000 and Rs. 5 Lakhs
 - Tarun Loan - Loans between Rs. 5 lakhs and Rs. 10 Lakhs

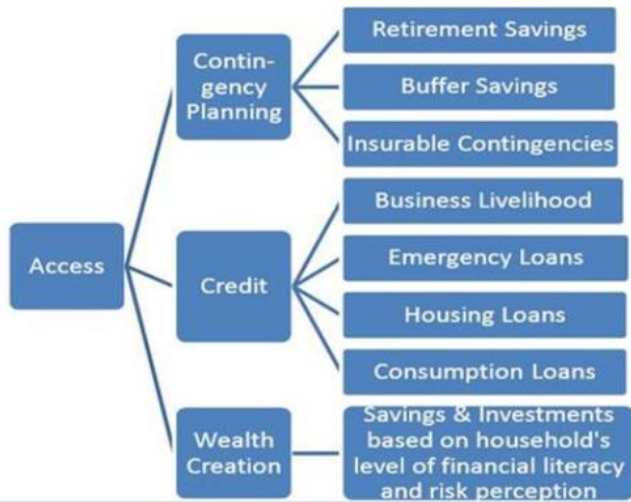
Q 4. A report was released by Raghuram Rajan committee 2008 on financial sector reform which highlighted Financial Inclusion? Which one of the following was the name of that report?

- A. A Magical lamp we boast
- B. Finance for All
- C. A Hundred Small Steps
- D. None of the above

Answer: C

Explanation

- A Hundred Small Steps”, a report by Committee on Financial Sector Reforms under the Chairmanship of Dr. Raghuram Rajan highlighted the following as part of Financial Inclusion:



Q 5. Which of the following are the benefits that are provided under Pradhan Mantri Jan-Dhan Yojana (PMJDY)?

1. Rupay Debit card is provided to PMJDY account holder.
2. An overdraft (OD) facility up to Rs. 10,000
3. Accident Insurance Cover
4. Eligible for Direct Benefit Transfer (DBT)

Select the correct code.

- A. 1, 3 and 4 only
- B. 1, 2 and 3 only
- C. 2 and 4 only
- D. 1, 2, 3 and 4

Answer: D

Explanation

- Pradhan Mantri Jan-Dhan Yojana (PMJDY) is National Mission for Financial Inclusion to ensure access to financial services, namely, a basic savings & deposit accounts, remittance, credit, insurance, pension in an affordable manner.
- Under the scheme, a basic savings bank deposit (BSBD) account can be opened in any bank branch or Business Correspondent (Bank Mitra) outlet, by persons not having any other account.

Benefits under PMJDY

- One basic savings bank account is opened for unbanked person.
- There is no requirement to maintain any minimum balance in PMJDY accounts.
- Interest is earned on the deposit in PMJDY accounts.
- Rupay Debit card is provided to PMJDY account holder.
- Accident Insurance Cover of Rs.1 lakh (enhanced to Rs. 2 lakh to new PMJDY accounts opened after 28.8.2018) is available with RuPay card issued to the PMJDY account holders.
- An overdraft (OD) facility up to Rs. 10,000 to eligible account holders is available.
- PMJDY accounts are eligible for Direct Benefit Transfer (DBT), Pradhan Mantri Jeevan Jyoti Bima Yojana (PMJJBY), Pradhan Mantri Suraksha Bima Yojana (PMSBY), Atal Pension Yojana (APY), Micro Units Development & Refinance Agency Bank (MUDRA) scheme.