UGANDA MARTYRS UNIVERSITY

FACULTY OF BUSINESS AND MANAGEMENT

DEPARTMENT OF MICROFINANCE

MASTERS OF ARTS IN MICROFINANCE MANAGEMENT

YEAR OF STUDY	**:**	**SECOND YEAR, 1ST SEMESTER**
COURSE UNIT	**:**	**FINANCIAL LITERACY**
DATE OF EXAM	**:**	**16th JANUARY 2024**
DURATION	**:**	**3 HOURS [9:00AM – 12:00 PM]**

INSTRUCTIONS:

1. *Carefully read through ALL the questions before attempting*
2. *All questions carry equal marks*
3. *Use of local examples will add marks to the student*
4. *Proper hand writing is encouraged*
5. *No **names** should be written anywhere on the examination book.*
6. *Ensure that your **Reg Number** is indicated*
7. *Ensure your work is **clear** and **readable**. Untidy work shall be penalized*
8. *Any type of examination Malpractice will lead to automatic disqualification*

....

Question 1

a) With examples, explain the factors that affect personal budget behaviors at an individual level as per the Ugandan context **(10 Marks)**

b) Explain the ways in which an individual can cut spending and live within the possible means **(15 Marks)**

Question 2

a) Explain the factors to consider when choosing where save in the Ugandan context **(15 Marks)**

b) With examples, the steps taken in ensuring a proper savings plan which is achievable and realistic **(10 Marks)**

Question 3

a) Explain the key factors which have to be considered before borrowing from a microfinance institution **(15 Marks)**

b) Explain ways in which indebtedness can be controlled by clients of microfinance institutions **(10 Marks)**

Question 4

a) Explain the benefits of record keeping to business enterprises in relation to access to financial services **(15 Marks)**

b) Explain the reasons behind poor record keeping for business enterprises that are start-ups in the Ugandan context **(10 Marks)**

Question 5

a) Describe the different types of investments as per the Ugandan context which potential investors can choose to take on that are realistic and worth investing in **(15 Marks)**

b) Explain the importance of diversification as far investment is concerned in the Ugandan context **(10 Marks)**

Question 6

a) With examples, explain the factors behind low insurance adaptation in Uganda **(15 Marks)**

b) Explain the role of Insurance Regulatory Authority in promoting insurance up-take in Uganda **(10 Marks)**

Question 7

a) Describe the different financial services providers in Uganda **(15 Marks)**

b) Explain the benefits of savings by the Ugandan population towards sustainable and progressive development **(10 Marks)**

END

WISH YOU SUCCESS IN YOUR EXAM