MICROFINANCE - MEANING AND DISTRIBUTION ISSUES

SUMMARY

Considerations of this text concentrate on problem of the lack of the general access to basic financial services, particularly to Microfinance. This activity is the provision of financial services to low-income clients, including consumers and the self-employed, who traditionally lack access to banking and related services. Financial institutions have proved hardly realizes social missions, and due to their high costs of operation (banks), or the lack of the distributional net, often can’t deliver services to poor or remote populations. Till now correcting the problem of access tried to realize across done by expanding the number of financial institutions available to them, as well as the capacity of those institutions. However, these solutions continually do not break the distributional impasse. In the context of the foregoing remarks a rational solution seems to convince the public post to offer such services as it has at its disposal both the adequate infrastructure and enjoys a significant social trust as a rule.

Translated by Jacek Buko