Please do not write anything except the question number in this space

Candidates must not write on this margin

08/01/2024
Monday.

UPSC

Answer Questions in NOT MORE THAN the Word Limit specified for each in the Parenthesis.
(Specimen Answer Booklet - For Practice Purpose Only)

① Discuss the role played by digital loan apps in indian economy. Enumerate the pros & cons of digital loan apps.

Digital loan apps are Money lending apps for short period of time using basic details and securities.

Role of DLA in indian economy

→ ① short ~~time~~ term loans for the better usage at the time of inflation.

→ ② DLA usage increased over period of time especially between age 18-24.

→ ③ Helps in maintaining stability for small investors

→ ④ This anyways increase the the burden of non Recovery and of loans

→ ⑤ Decreased credit score for delay payers leads to loan problem in financial and non financial ~~all~~ authorised institutions

pros	cons
(i) short term loan at the needy time	(i) Hazard terms and conditions Regarding Repayment of loan.
(ii) less documentation	(ii) very high loan Rate.
(iii) good credit score leads to good loan trust in authorised sectors	(iii) NO proper authorisation by RBI
(iv) ~~usually helpful for~~ Recent RBI statement strengthening the digital loans	(iv) Burden in taking loan of Repayment at certain conditions & Receiving many complaints Regarding Bad grievance service

RBI have taken proper steps towards curbing of unauthorised and bad practices of ~~loan~~ lending markets and giving them a shape of authority. ~~by~~

13MCQ