

Factors Determining Member's Participation in Microfinance Programme in Andhra Pradesh

S Rajeswari, P Raghu Ram and T V Neelakanta sastry

Department of Agricultural Economics, S V Agricultural College, Tirupati 517 502, Andhra Pradesh.

ABSTRACT

The factors determining member's participation in microfinance programme in Andhra Pradesh have been identified following the multi-stage purposive and random sampling technique. Probit analysis was employed to know the factors determining the member's participation in both SHG and JLG programmes and participation in only SHG programme. The analysis of determinants of member's participation in microfinance programme revealed that social backwardness of the household, households with farming as main occupation and higher family expenditure had significant positive influence on participation in both SHG and JLG programmes and only SHG programme. The age of the respondents had significant negative influence on participation in only SHG programme.

Key words : Joint liability groups, Microfinance, Probit model, Self-help groups.