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# Parliamentary Election Impact on Indian Capital Markets

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## Thecasesolutions.com What are we going to do today?

- Definitions/terms
- Examples of social entrepreneurs
- Exercise
  - Think about social problems
  - Brainstorm solutions

But first... a demonstration!

# Microfinance Thecasesolutions.com

- An example of Soc. Ent. at work
- Small loans for small business
  - Low-income borrowers
  - Developing world
- End poverty?



#### How do the borrowers do?

	1	2	3	4	5	6	To	otals
Orig Loan	\$ 5	\$ 5	\$ 5	\$ 5	\$ 5	\$ 5	\$	30
Profits	\$ 3	\$ 4	\$ -	\$ 5	\$ 2	\$ (5)	\$	9
Funds after profit	\$ 8	\$ 9	\$ 5	\$ 10	\$ 7	\$ -	\$	39
Repayment (loans + interest)	\$ 7	\$ 7	\$ 5	\$ 7	\$ 7	\$ -	\$	33
Left in local economy	\$ 1	\$ 2	\$ -	\$ 3	\$ -	\$ -	\$	6

#### How does the lender do?

Original Loan (6 x \$5)	\$ 30
Repayments (loans + interest)	\$ 33
Profit for lender:	\$ 3
Return on Investment:	10%

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Poor people don py y kark loans!

You can't make money lending to the poor!

You can't end poverty with a business!

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### What's an entrepreneur?

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- Old idea: financial backer
- New idea:
  - Creator/Innovator
  - Hands-on worker
  - Success, not \$\$

# Thecasesolutions.com Social Entrepreneurs try to solve social problems