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DEVELOPING BETTER MARKETS

# Managing overindebtedness: Speaking from experience

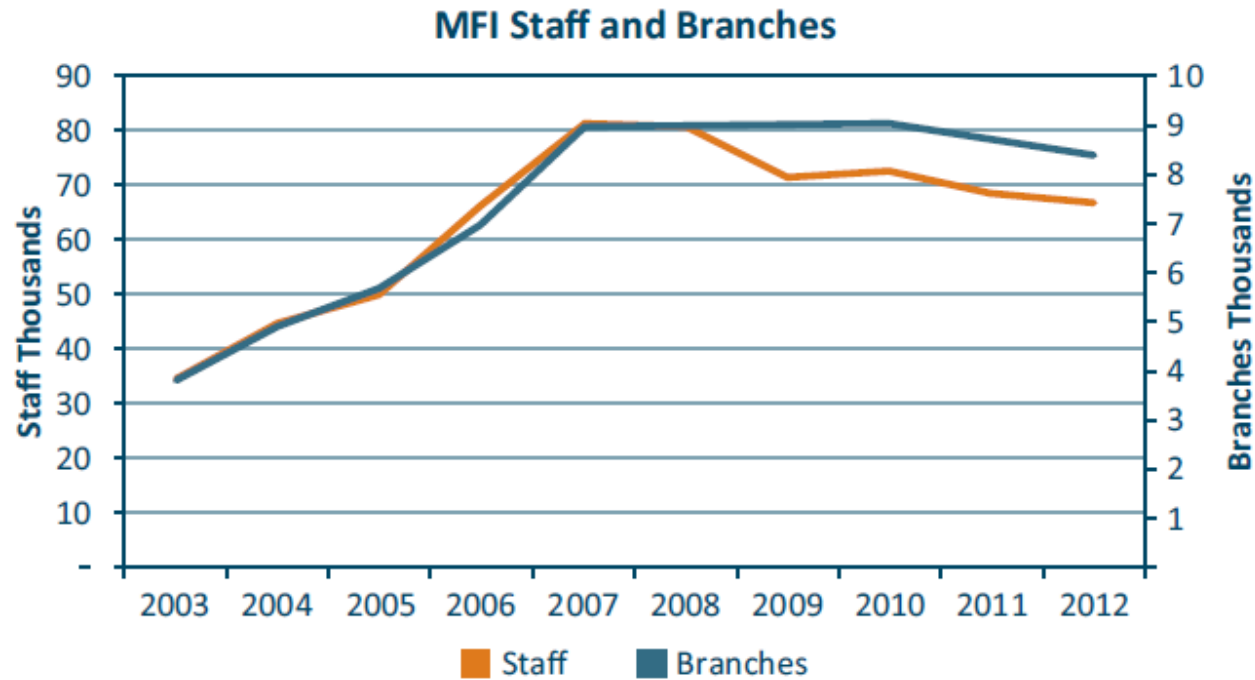
- Daniel Rozas, e-MFP
- Shameran Abed, BRAC Bangladesh
- Fernando Fernandez, Pro Mujer Mexico
- Youssef Bencheqroun, Al Amana Morocco



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## The Case of Bangladesh

Figure 1. Staff and branch numbers, big four MFIs



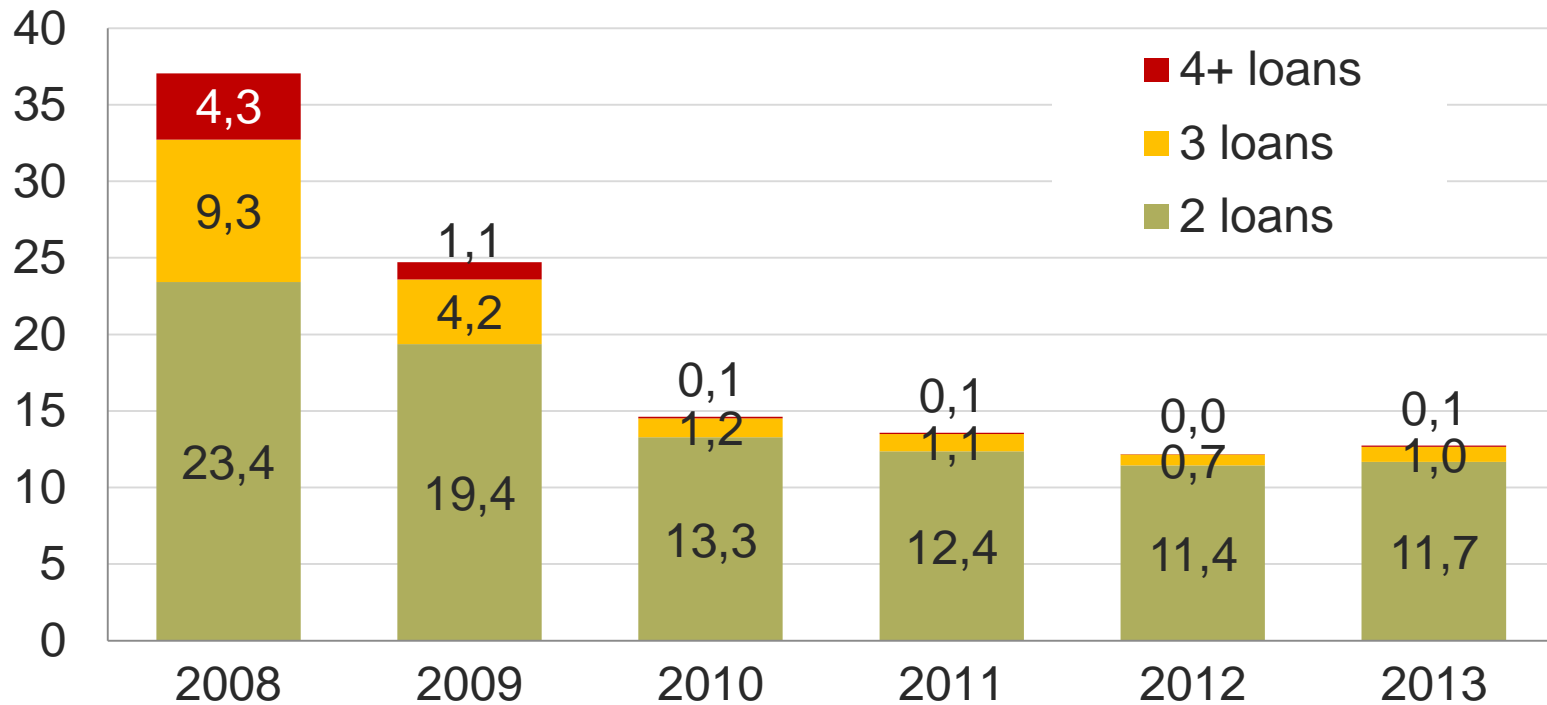
Source: Greg Chen & Stuart Rutherford. CGAP 2013. "A Microcredit Crisis Averted: The Case of Bangladesh."



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## The Case of Morocco

### Multiple Borrowing in Morocco



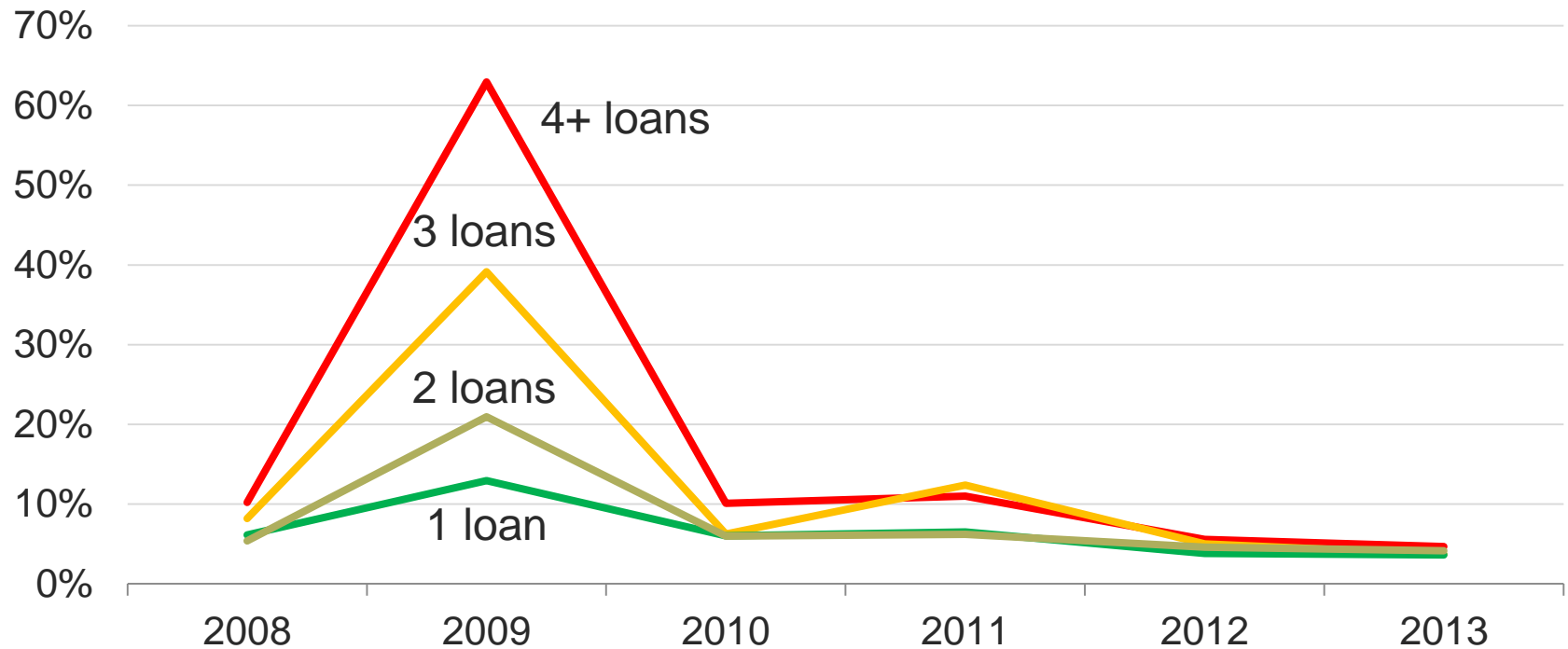
Source: Daniel Rozas, et. al. "Ending the Microfinance Crisis in Morocco: Acting early, acting right", IFC November 2014



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## The Case of Morocco

### Multiple Borrowing in Morocco – Loan Defaults

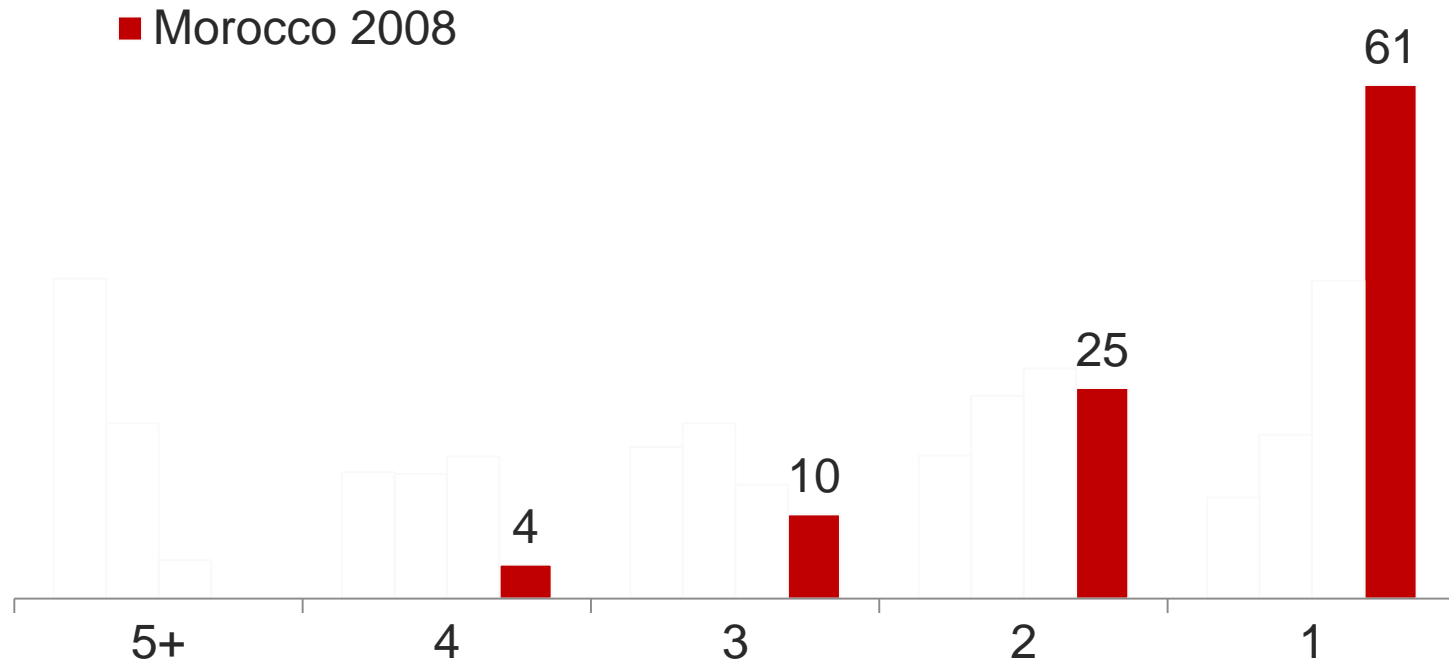


Source: Daniel Rozas, et. al. "Ending the Microfinance Crisis in Morocco: Acting early, acting right", IFC November 2014



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## MEXICO: Multiple borrowing, by portfolio exposure (%)



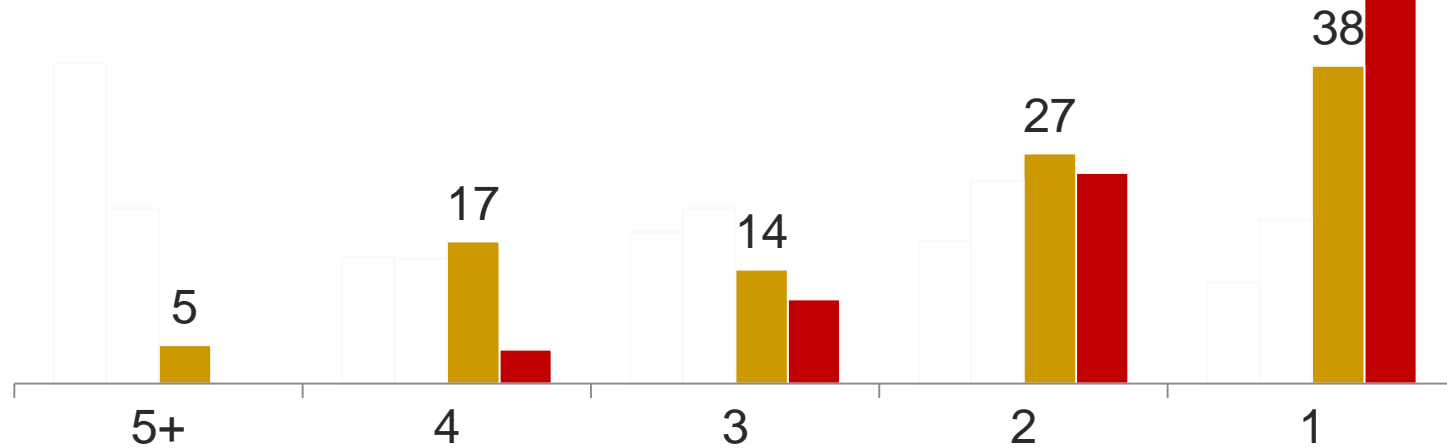
Source: Daniel Rozas, et. al. "Ending the Microfinance Crisis in Morocco: Acting early, acting right", IFC November 2014



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## MEXICO: Multiple borrowing, by portfolio exposure (%)

- Morocco 2008
- Andhra Pradesh 2010

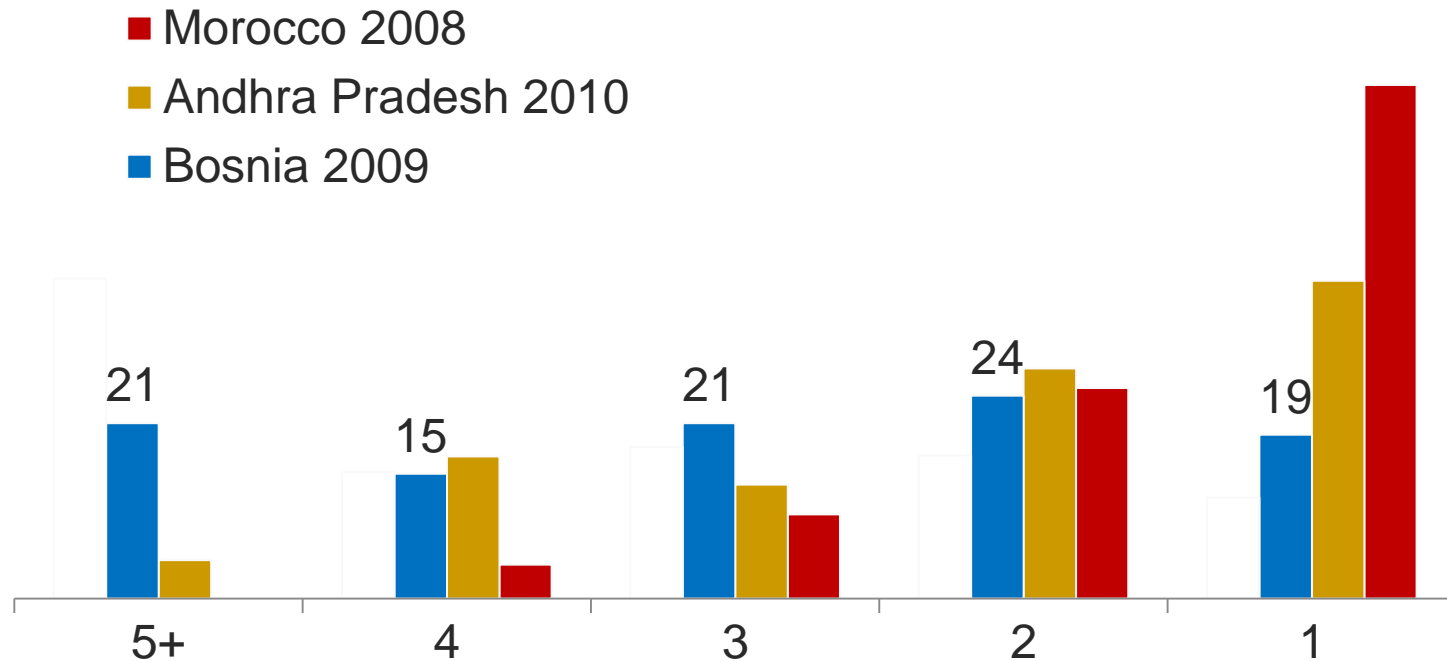


Source: Rozas/Krishnaswamy, "The Case of the Hidden City", Jan 2011



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## MEXICO: Multiple borrowing, by portfolio exposure (%)

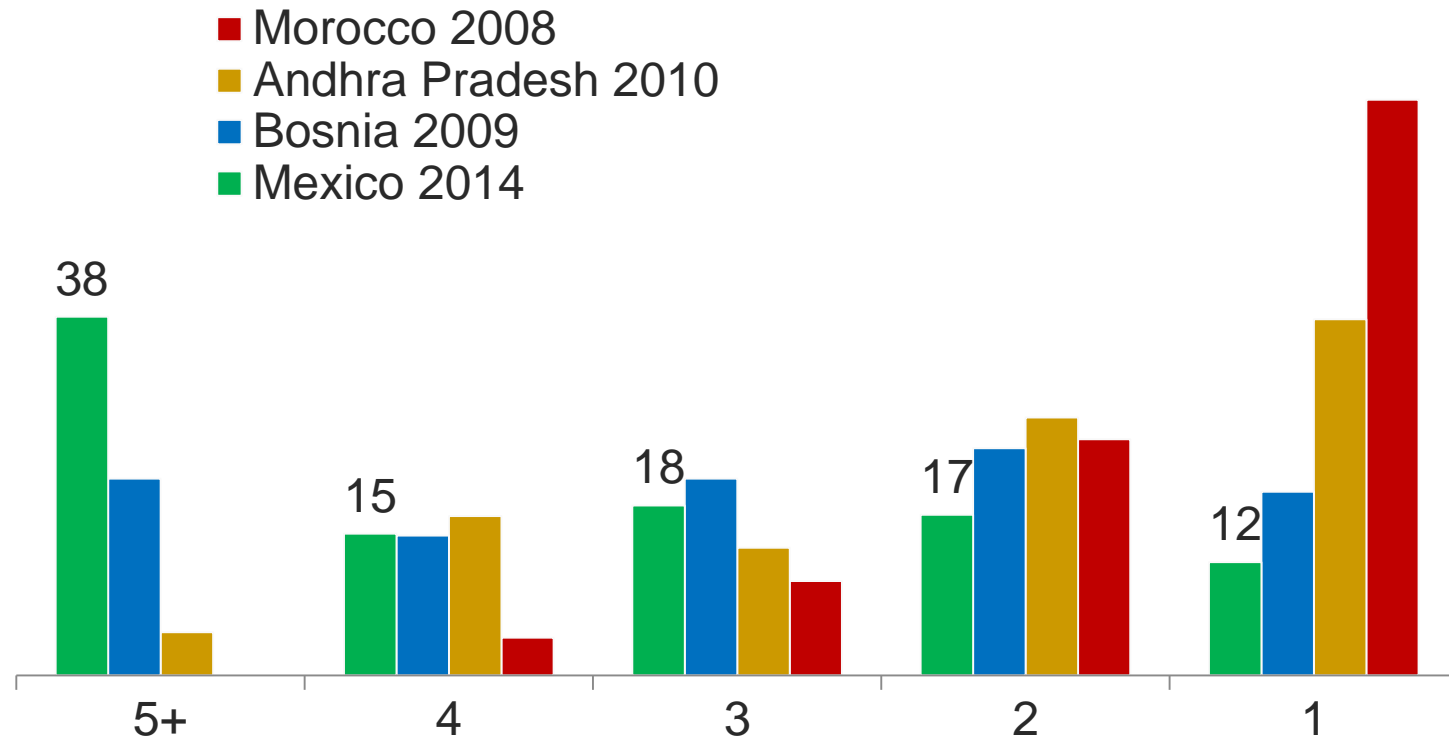


Source: Maurer/Pytkowska, Indebtedness of Microcredit Clients in Bosnia and Herzegovina, EFSE/MFC



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## MEXICO: Multiple borrowing, by portfolio exposure (%)



Source: Scott Graham, et. al. "Over-Indebtedness in Mexico: Its Effect on Borrowers," Microfinance CEO Working Group, May 2014