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**The Impact of Microfinance: A Review of Methodological Issues**

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August 2006

*Contributions to this research made by a member of The Financial Access Initiative and Innovations for Poverty Action*

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# The Impact of Microfinance: A Review of Methodological Issues

This paper argues that the important challenge for an impact evaluation study is to determine the answer to the question how lives of participants would have changed had the policy not been implemented. An evaluation that provides an answer to be above question can be considered as a reliable evaluation.

August 01, 2006