PREFACE

The banking sector in India has been contributing to the development of the economy through mobilisation of savings, formation of capital, promotion of entrepreneur ability, assisting the Government in various economic policies etc. It is in this process the banking sector has undergone rapid changes in various fields relating to branch licensing policy, deposit mobilisation, customer service, improvement of profits etc. Formation of RBI, Nationalisation of SBI and other banks, imposition of social controls and introduction of reforms are the major developments which affected the micro and macro aspects of the banking sector. The banking industry as a whole and the specific banks individually are affected by the above events in the banking sector. Of these events, the reforms introduced in the banking sector are the much distressed and deliberated issue for the last two decades. It is in this context, the present study “Impact of Banking Sector Reforms on the Profitability of Commercial Banks in India with reference to Select Public and Private Sector Banks” is undertaken. The study focuses on the issues relating to profitability of commercial banks which include gross income, interest income, net interest income, net profit, NPAs, operating costs, total expenses with the help of ratio analysis.

The present study is organised in eight chapters. First chapter covers Introduction. Second Chapter deals with Objectives and Methodology. Third chapter focuses on performance and growth of scheduled commercial banks. Fourth chapter outlines profile of select banks. Fifth chapter analyses the impact of banking sector reforms on the profitability of select banks. Sixth chapter makes a comparative analysis of profitability of selected banks. Seventh chapter concentrates on issues and challenges faced by the commercial banks during reforms period. Eighth chapter finally deals with Findings, Conclusions and Suggestions.

Studies of this type are very much useful for policy makers such as State and Central Governments, Reserve Bank of India, Commercial Banks and other interested groups to suggest necessary changes in the policies relating to the profitability of Indian banking.

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