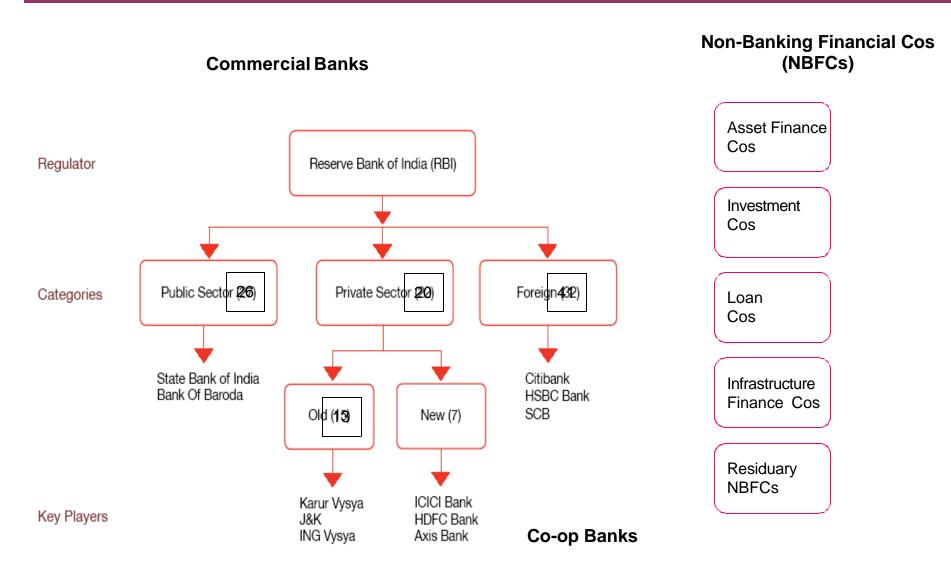
EVOLUTION OF PRIVATE BANKS IN INDIA

18th April 2013

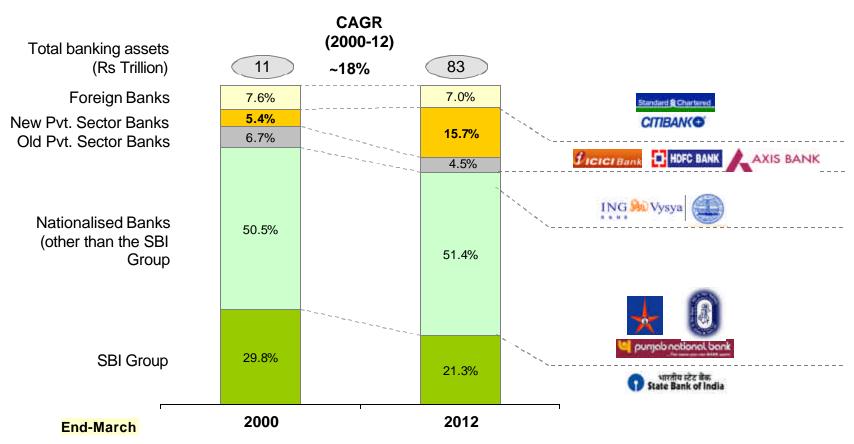
Presentation to: ESCAP-ITC Second Technical Capacity Building Workshop April 18, 2013

Structure of Financial Institutions in India



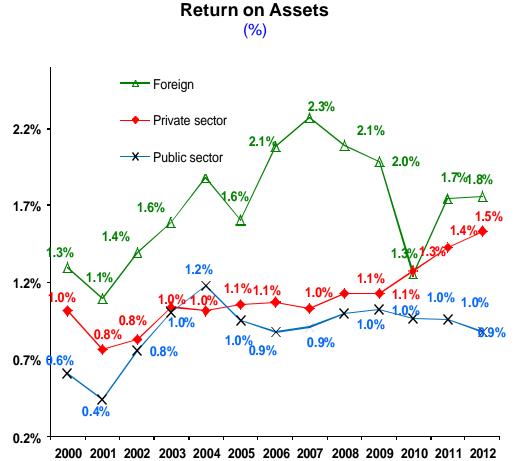
New private sector banks have gained significant share ...

Assets shift dramatically towards new private sector banks

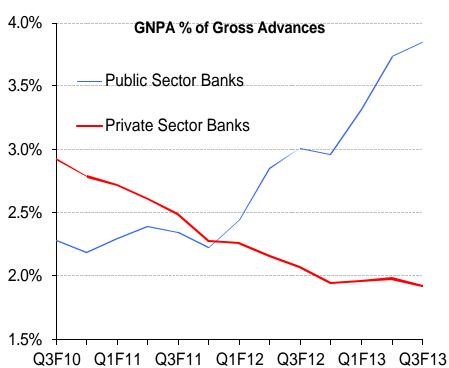


Data is for end-March of the respective years

Private sector banks have been more profitable, with superior asset quality ...



Asset quality (Non-Performing Loans) (% of Advances)



... partly due to mix of businesses while maintaining operational efficiency

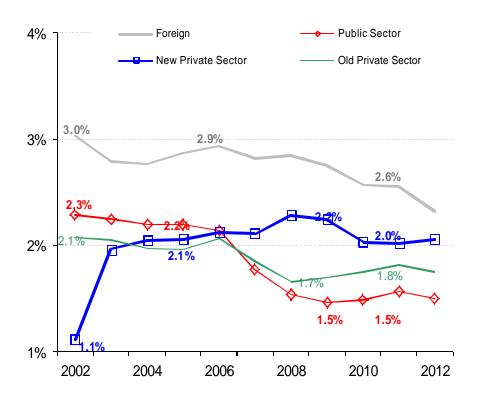
Ratio of Non-interest Income to Operating Expense

(Fee incomes + Trading profits) (%)

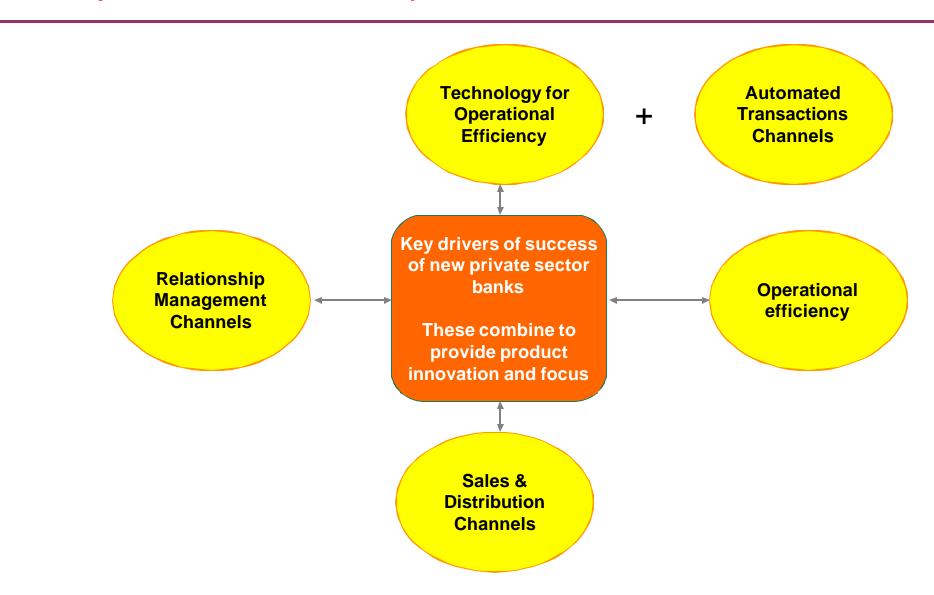
140% ■ Public Sector New Private Sector 121% 120% Foreign 95%_{90%} 100% 88% 85% 79%_80% 81% 77% 80% 74% 58% 60% 56% 40% 20% 0% 2009 2010 2011 2012

Intermediation cost

(Operating expenses as % of assets)



How did this happen? Five key drivers of success of new private sector banks



Operational efficiency increasingly achieved through centralisation of processes

Degree of centralization in early years Typical new private Typical public sector bank **Banking activities** sector bank Demand Draft / Pay Order issues 10 10 Account opening Inward clearing queries 8 Cash reconciliation No. Payment of branch bills Outward clearing data entry and verification Internal transfers processing 6 6 Printing bulk Demand Drafts and Pay Orders • System related activities, e.g. commissions and charges

预览已结束,完整报告链接和二维码如下:

https://www.yunbaogao.cn/report/index/report?reportId=5_7053

• Tax Deduction at Source (TDS) certificates

