

2nd Sep

U.P.S.C.

प्रश्न
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उम्मीदवारों
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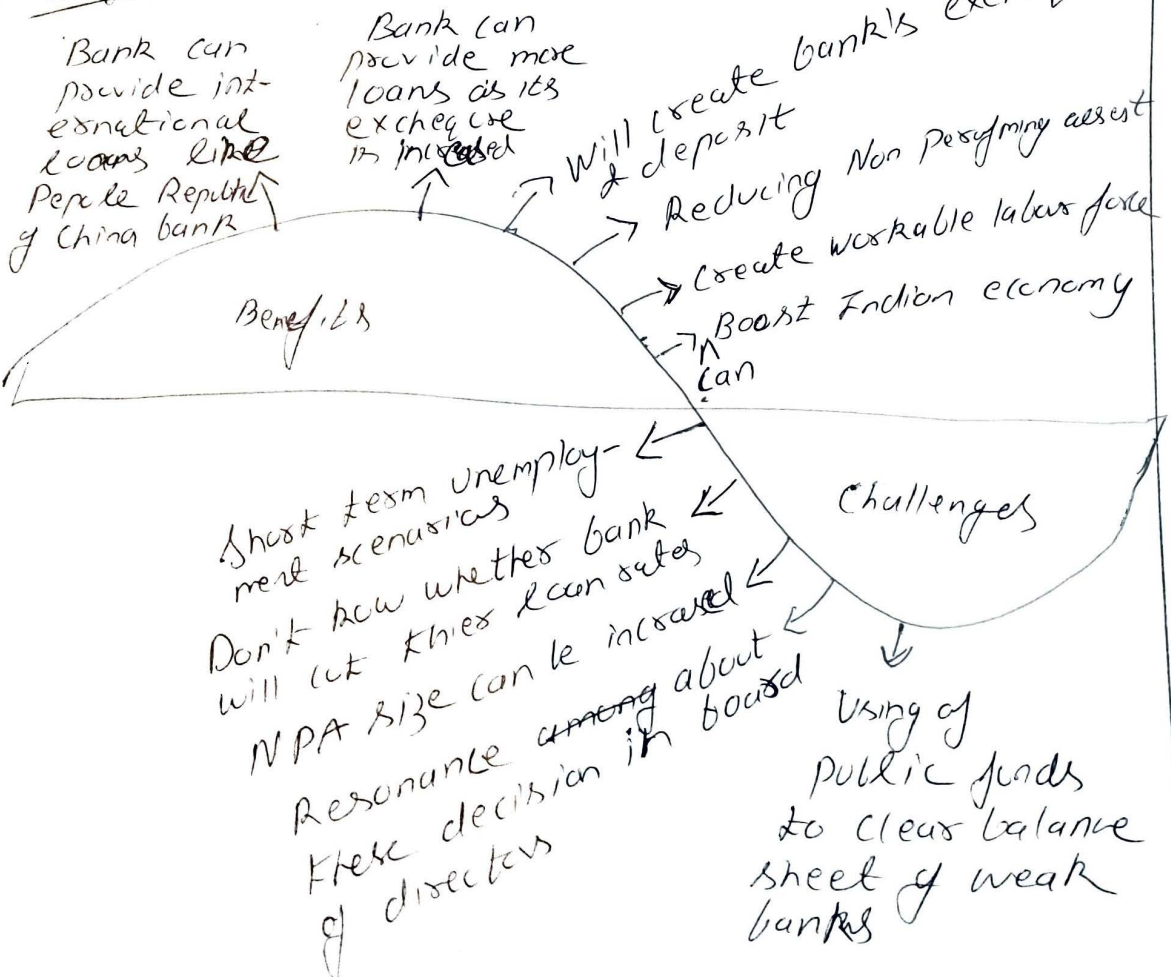
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Ans Public Sector Banks ^(PSB) ~~mergers~~ are the amalgamation of weak banks into strong PSB to boost India's economy, but then it comes with its own benefits & challenges

Benefits

Challenges

Benefits :- ① It will



Serious challenges/reserves :- ① Dual Regulⁿ by RBI & Ministry of finance

② Dilution of Power of PSB

~~Disadvantages~~
③ It can decrease performance of Large PSB

Thus it ~~need to~~ to avoid these,
following things can be done

- ① Power to act ~~a~~ — By P.J Nayar
- ② ^{or} to take swift decision
- ③ Improve governance of banks & delegate their appointment — Raghuram Rajan
- ④ Strengthening Accountability & Autonomy
- ⑤ Reducing 'HC' ~~pressure~~ [HC - Cuck, CAH, CBZ & CUC]
— by Economic Survey

(PSB) Banking are the financial Institution of country which work & run on the principles of profitability to nation is ~~to~~ profit ourselves