Productivity Analysis of State Bank of India

Snehal Deonath Gaidhane,
Teacher/Research Scholar,
KET’s V.G.VAZE College of Arts, Science and Commerce,
Maharashtra, India.
E-mail: gaidhanesnehal@gmail.com

Abstract

Banking sector is one of the most prominent and integral part of Indian economy. Sound and strong financial infrastructure is one of the basic foundations for the development of any economy. Banks play an important role in the sound and smooth functioning of economy. It also contributes towards financing the economic needs of the country. Productivity leads to efficient utilisation of human, material and technological resources. Measurement of productivity in banking sector is necessary to improve the financial soundness of banks. The present paper attempts to measure the productivity trends of State Bank of India. In this paper productivity is analysed under two broad parameters of productivity i.e. branch productivity and employee productivity. The time period of the study is for ten years i.e. from 2005-06 to 2014-15. The paper concludes that in terms of employee and branch productivity, State bank of India performed well. In the end paper suggests measures to improve the productivity of State bank of India.

Key Words: Banking, State Bank of India, Productivity and Financial soundness