

**SCHEDULED COMMERCIAL BANKS IN INDIA****T.VINILA****Assistant Professor of Commerce****Social Welfare Residential Govt Degree College(w) Chittoor.****Ph.No:8897799816****Email :vinila\_thadipalli@rediffmail.com**Email Id: Editor@ijrdo.org

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***Abstract***

*The Indian financial system remains bank dominated, even as the availability of finance from alternative sources has increased in recent years. During 2016-17, bank credit accounted for 35 per cent of the total flow of financial resources to the commercial sector. The persistent deterioration in the banks asset quality has dented the profitability and constrained the financial intermediation. Consequent deleveraging has resulted in historically low credit growth, although subdued demand, especially from industry, has also restrained credit off-take. Demonetisation of specified bank notes (SBNs) in November 2016 impacted the banking sector's performance transitorily in the form of a surge of low-cost deposits and abundance of liquidity in the system, which speeded up transmission of interest rate reduction and altered banks' balance sheet structures even as they were engaged in managing the process of currency withdrawal and replacement.*

*The present study is on the deposit mobilization of scheduled Commercial Banks group wise in India taking into consideration the deposits, types of deposits, population wise deposits and credit limit.*

**Key words:** Banking reforms, Scheduled Commercial Banks.

**Introduction:**

The scheduled commercial banks are those banks which are included in the second schedule of RBI Act 1934 and which carry out the normal business of banking such as accepting deposits, giving out loans and other banking services. The major difference between Scheduled Commercial Banks and Scheduled Cooperative Banks is their holding pattern, since cooperatives are registered under the Cooperative Societies Act as cooperative credit institutions. Scheduled Commercial Banks can be further divided into four groups: Public Sector Banks: This includes: SBI & Associates Nationalized Banks Other Public Sector Banks Private Banks Foreign Banks Regional Rural Banks Scheduled Commercial Banks (Public Sector) At present, there are 27 Public Sector Banks in India including SBI (plus its 5 associates) and 19 nationalized banks. Further, there are two banks which have been categorized by RBI as “Other Public Sector Banks”. IDBI and Bhartiya Mahila Bank come under this category. SBI & Associates State Bank of India with its around 17,000 branches and around 200 foreign offices, is India’s largest banking and financial services company by assets. With over 2 lakh employees, SBI is banker to millions of Indians. This bank got birth in the British Era. Its first parents were three presidency banks viz. Bank of Calcutta (later Bank of Bengal), Bank of Bombay and the Bank of Madras. In 1921, these three presidency banks were merged in one entity called “Imperial Bank of India”. The Imperial Bank of India was nationalized in 1955 and was renamed a State Bank of India. Thus, State bank of India is the oldest Bank of India. In 1959, there were eight associates of SBI. The current five associate banks of SBI are: State Bank of Bikaner & Jaipur State Bank of Hyderabad State Bank of Mysore State Bank of Patiala State Bank of Travancore Apart from the above, the SBI also has seven non-banking subsidiaries viz. SBI Capital Markets Ltd, SBI Funds Management Pvt Ltd, SBI Factors & Commercial Services Pvt Ltd, SBI Cards & Payments Services Pvt. Ltd. (SBICPSL), SBI DFHI Ltd, SBI Life Insurance Company Limited and SBI General Insurance.

There are 19 nationalized banks in India as follows: Allahabad Bank Andhra Bank Bank of Baroda Bank of India Bank of Maharashtra Canara Bank Central Bank of India Corporation Bank Dena Bank Indian Bank Indian Overseas Bank Oriental Bank of Commerce Punjab & Sind Bank Punjab National Bank Syndicate Bank UCO Bank Union Bank of India United Bank of India Vijaya Bank Other Public Sector Banks Further, there are two scheduled commercial banks in India, which have been classified as “other Public Sector Banks”. These are IDBI Bhartiya Mahila Bank.

**Scheduled Commercial Banks (Private Banks):** In private sector banks, most of the capital is in private hands. There are two types of private sector banks in India viz. Old Private Sector Banks and New Private Sector Banks.

**Old Private Banks** :There are 13 old private sector banks as Catholic Syrian Bank, City Union Bank, Dhanlaxmi Bank, Federal Bank, ING Vysya Bank, Jammu and Kashmir Bank, Karnataka Bank, Karur Vysya Bank, Lakshmi Vilas Bank, Nainital Bank, Ratnakar Bank, South Indian Bank, Tamilnad Mercantile Bank. Out of the above banks, the Nainital Bank is a subsidiary of the Bank of Baroda, which has 98.57% stake in it. Some other old generation private sector banks in India have merged with other banks. For example, Lord Krishna Bank merged with Centurion Bank of Punjab in 2007; Sangli Bank merged with ICICI Bank in 2006; Centurion Bank of Punjab merged with HDFC in 2008.

**New Private Sector Banks:** The new private sector banks were incorporated as per the revised guidelines issued by the RBI regarding the entry of private sector banks in 1993. At present, there are seven new private sector banks as follows: Axis Bank Development Credit Bank (DCB Bank Ltd) HDFC Bank ICICI Bank IndusInd Bank Kotak Mahindra Bank Yes Bank Apart from the above, there are two banks which are yet to commence operation. These have obtained 'in-principle' licenses from RBI. They are IDFC Bandhan Bank of Bandhan Financial Services. Foreign Banks As of December 2014, there are 43 foreign banks from 26 countries operating as branches in India and 46 banks from 22 countries operating as representative offices in India. Most of the foreign banks in India are niche players. RBI policy towards presence of foreign banks in India is based upon two cardinal principles viz. reciprocity and single mode of presence. more details about regulation of Foreign Banks by RBI, click here Regional Rural Banks Regional Rural Banks were started in 1970s due to the fact that even after nationalization, there were cultural issues which made it difficult for commercial banks, even under government ownership, to lend to farmers. Each RRB is owned by three entities with their respective shares as follows: Central Government → 50% State government → 15% Sponsor bank → 35% They are regulated by NABARD. More information on RRBs is here. Tags:bank-po , Banking in India , Current Affairs & Analysis , general awareness with special reference to banking , Old Private Banks , Private Banks in India , Public Sector Banks , SBI Associates.

### **Need for the study**

Though a number of studies have focused on the different aspects of Scheduled Commercial Banks operations, this study is mainly on deposit mobilization of Scheduled Commercial banks in India in 2017.

### **The objectives of the proposed study are to:**

- To study the deposit mobilization of Scheduled Commercial banks in India.

- To study the types of deposits, credit, population wise credit and credit limit of Scheduled Commercial banks in India group wise in 2017.

### Methodology

The information is gathered from different books Reserve Bank of India Publications, Basic Statistical returns, Indian Bankers Association, Banking at a glance etc

**TABLE NO. 1.1 - DEPOSITS AND CREDIT OF SCHEDULED COMMERCIAL BANKS  
ACCORDING TO BANK GROUP MARCH 2017**

Amt in  
millions

BANK GROUP	No. of Offices	DEPOSITS		CREDIT	
		No. of Accounts	Amount	No. of Accounts	Amount Outstanding
	1	2	3	4	5
<b>STATE BANK OF INDIA AND ITS ASSOCIATES</b>	25,262 (18.0)	503,563,768 (27.6)	24477477.8 (22.8)	27,360,097 (15.9)	16827724.7 (21.3)
<b>NATIONALISED BANKS</b>	68,880 (49.1)	873,189,641 (47.8)	49998215.9 (46.6)	57,940,144 (33.6)	35221581.8 (44.5)
<b>FOREIGN BANKS</b>	293 (0.2)	3,903,555 (0.2)	4455221.5 (4.2)	5,560,008 (3.2)	3561714.0 (4.5)
<b>REGIONAL RURAL BANKS</b>	21,358 (15.2)	224,950,785 (12.3)	3657065.9 (3.4)	24,119,914 (14.0)	2297041.4 (2.9)

<b>PRIVATE SECTOR BANKS</b>	24,423 (17.4)	221,043,691 (12.1)	24712313.7 (23.0)	57,403,355 (33.3)	21270623.0 (26.9)
<b>ALL SCHEDULED COMMERCIAL BANKS</b>	<b>140,216 (100.0)</b>	<b>1,826,651,440 (100.0)</b>	<b>107300294.9 (100.0)</b>	<b>172,383,518 (100.0)</b>	<b>79178685.0 (100.0)</b>

Source: Basic Statistical Returns of Reserve of India Various Issues

**TABLE NO. 1.2 - BANK GROUP-WISE DEPOSITS OF SCHEDULED COMMERCIAL BANKS  
ACCORDING TO TYPE OF  
DEPOSITS IN MARCH 2017**

(No. of Accounts in Thousand, Amount in ` Million)

BANK GROUP	CURRENT		SAVINGS		TERM		TOTAL	
	No. of Accounts	Amount	No. of Accounts	Amount	No. of Accounts	Amount	No. of Accounts	Amount
	1	2	3	4	5	6	7	8
STATE BANK OF INDIA	7,092	1783624.0	429,574	9525866.3	66,898	13167987.5	503,564	24477477.8

	(1.4)	(7.3)	(85.3)	(38.9)	(13.3)	(53.8)	(100.0)	(100.0)
<b>NATIONALISED BANKS</b>	45,608	3297771.4	699,250	15203192.6	128,331	31497251.8	873,190	49998215.9
	(5.2)	(6.6)	(80.1)	(30.4)	(14.7)	(63.0)	(100.0)	(100.0)
<b>FOREIGN BANKS</b>	297	1201278.9	2,717	528987.0	890	2724955.6	3,904	4455221.5
	(7.6)	(27.0)	(69.6)	(11.9)	(22.8)	(61.2)	(100.0)	(100.0)
<b>REGIONAL RURAL BANKS</b>	2,171	101432.5	204,573	1887031.3	18,207	1668602.1	224,951	3657065.9
	(1.0)	(2.8)	(90.9)	(51.6)	(8.1)	(45.6)	(100.0)	(100.0)
<b>PRIVATE SECTOR BANKS</b>	13,802	3680986.7	165,953	7170481.0	41,289	13860846.0	221,044	24712313.7
	(6.2)	(14.9)	(75.1)	(29.0)	(18.7)	(56.1)	(100.0)	(100.0)
<b>ALL SCHEDULED COMMERCIAL BANKS</b>	<b>68,969</b>	<b>10065093.5</b>	<b>1,502,068</b>	<b>34315558.3</b>	<b>255,615</b>	<b>62919643.0</b>	<b>1,826,651</b>	<b>107300294.9</b>
	<b>(3.8)</b>	<b>(9.4)</b>	<b>(82.2)</b>	<b>(32.0)</b>	<b>(14.0)</b>	<b>(58.6)</b>	<b>(100.0)</b>	<b>(100.0)</b>

Source: Basic Statistical Returns of Reserve of India Various Issues

**TABLE NO. 1.3. – BANK GROUP-WISE OUTSTANDING CREDIT OF SCHEDULED COMMERCIAL BANKS ACCORDING TO SIZE OF CREDIT LIMIT MARCH 2017**

CREDIT LIMIT RANGE (In ` Million)	STATE BANK OF INDIA AND ITS ASSOCIATES			NATIONALISED BANKS			FOREIGN BANKS		
	No. of Accounts	Credit Limit	Amount Out- standing	No. of Accounts	Credit Limit	Amount Out- standing	No. of Accounts	Credit Limit	Amount Out- standing
	1	2	3	4	5	6	7	8	9
0.025 and Less	2,242,652	37876.4	34955.0	8,365,717	133950.8	125235.6	1,019,577	7455.5	3149.7
Above 0.025 and upto 0.2	14,814,155	1323200.3	1175323.8	34,462,250	2913955.6	2635326.6	3,136,964	294904.6	79048.0
Above 0.2 and upto 0.5	6,393,453	2210156.9	1684223.3	9,049,190	3086054.7	2484508.7	967,986	305217.5	82256.1
Above 0.5 and upto 1.0	2,187,781	1614765.1	1224900.3	3,202,723	2435134.1	1887502.3	244,904	169095.9	62915.1
Above 1.0 and upto 2.5	1,174,361	1924976.1	1494256.1	1,903,646	3172978.1	2519523.6	83,076	138317.2	90454.9
Above 2.5 and upto 5.0	385,413	1347034.3	1036587.7	560,484	2026719.6	1595889.8	38,052	140608.2	103788.2
Above 5.0 and upto 10.0	96,391	675661.4	500479.8	192,112	1431050.4	1107854.8	26,531	195438.5	142700.5
Above 10.0 and upto 40.0	39,474	807655.6	600602.8	122,949	2529981.9	1883175.7	28,684	565772.0	411277.7
Above 40.0 and upto 60.0	6,895	346991.9	262678.6	20,428	1025781.1	720109.9	4,279	213177.0	142634.3
Above 60.0 and upto 100.0	6,244	518687.0	384086.6	17,988	1478161.5	963282.1	3,395	274730.5	186738.5
Above 100.0 and upto 250.0	6,727	1129527.9	826274.4	19,277	3188733.7	2041218.6	3,232	528135.9	339641.0
Above Rs. 250.0 and upto Rs.1000.0	4,906	2507311.4	1791517.1	16,398	8756903.1	5391073.3	2,446	1182134.8	746918.2
Above Rs. 1000.0	1,645	9356260.8	5811839.2	6,982	21278081.1	11866880.8	882	2305679.6	1170191.8
<b>TOTAL</b>	<b>27,360,097</b>	<b>23800105.1</b>	<b>16827724.7</b>	<b>57,940,144</b>	<b>53457485.7</b>	<b>35221581.8</b>	<b>5,560,008</b>	<b>6320667.1</b>	<b>3561714.0</b>

Source: Basic Statistical Returns of Reserve of India Various Issues





CREDIT LIMIT RANGE (In ` Million)	REGIONAL BANKS			RURAL PRIVATE SECTOR BANKS			ALL SCHEDULED COMMERCIAL BANKS	
	No. of Accounts	Credit Limit	Amount Outstanding	No. of Accounts	Credit Limit	Amount Outstanding	No. of Accounts	Credit Limit
	10	11	12	13	14	15	16	17
<b>0.025 and Less</b>	5,449,850	91102.4	89226.1	16,175,033	253577.9	160374.8	33,252,829	523963.0
<b>Above 0.025 and upto 0.2</b>	15,589,468	1217907.3	1107143.9	29,011,700	2110266.1	1176480.5	97,014,537	7860233.9
<b>Above 0.2 and upto 0.5</b>	2,505,427	834881.7	656159.1	6,974,662	2338383.7	1410853.6	25,890,718	8774694.5
<b>Above 0.5 and upto 1.0</b>	430,721	313307.1	228235.6	2,716,367	1913969.9	1308852.4	8,782,496	6446272.1
<b>Above 1.0 and upto 2.5</b>	125,784	192148.0	118609.5	1,581,492	2574060.9	1953079.0	4,868,359	8002480.2
<b>Above 2.5 and upto 5.0</b>	12,789	44541.3	29511.7	520,516	1866052.7	1435243.6	1,517,254	5424956.1
<b>Above 5.0 and upto 10.0</b>	3,352	24577.5	13497.2	215,346	1569199.8	1189535.7	533,732	3895927.6
<b>Above 10.0 and upto 40.0</b>	1,802	36595.1	18486.2	147,998	2906835.4	2155008.2	340,907	6846840.0
<b>Above 40.0 and upto 60.0</b>	288	14248.9	5071.3	20,155	1003565.9	703708.0	52,045	2603764.8
<b>Above 60.0 and upto 100.0</b>	214	17573.1	4194.4	15,896	1328497.0	835949.1	43,737	3617649.1
<b>Above 100.0 and upto 250.0</b>	160	21336.1	6200.4	13,417	2248237.5	1403024.7	42,813	7115971.1
<b>Above Rs. 250.0 and upto Rs.1000.0</b>	43	25272.0	12095.5	7,962	4122179.6	2451705.1	31,755	16593800.9
<b>Above Rs. 1000.0</b>	16	170922.5	8610.4	2,811	12371322.	5086808.5	12,336	45482266.2

					1			
<b>TOTAL</b>	<b>24,119,914</b>	<b>3004413.1</b>	<b>2297041.4</b>	<b>57,403,355</b>	<b>36606148.5</b>	<b>21270623.0</b>	<b>172,383,518</b>	<b>123188819.5</b>

Source: Basic Statistical Returns of Reserve of India Various Issues

**TABLE NO: 1.4 - POPULATION GROUP AND BANK GROUP-WISE DEPOSITS OF  
SCHEDULED COMMERCIAL  
BANKS ACCORDING TO TYPE OF DEPOSITS MARCH 2017**  
(Amount in ` Million)

BANK GROUP NAME	POPULATION GROUP	No. of Offices	CURRENT		SAVINGS
			No. of Accounts	Amount	No. of Accounts
		1	2	3	4
STATE BANK OF INDIA AND ITS ASSOCIATES	RURAL	7,773	1,208,357	116190.6	133,584,64 9
	SEMI-URBAN	7,193	2,181,555	359525.0	172,888,06 4
	URBAN	4,998	1,582,105	434838.4	68,537,102
	METROPOLITAN	5,136	2,119,682	873070.0	54,564,273
	ALL INDIA	<b>25,100</b>	<b>7,091,699</b>	<b>1,783,624</b>	<b>429,574,08 8</b>
NATIONALISED BANKS	RURAL	21,027	10,929,850	204552.0	242,798,78 0
	SEMI-URBAN	18,428	11,132,167	423532.2	207,108,68 3
	URBAN	13,906	10,518,742	724325.6	123,695,59 6
	METROPOLITAN	15,026	13,027,423	1945361.7	125,647,36 4
	ALL INDIA	<b>68,387</b>	<b>45,608,182</b>	<b>3,297,771.39</b>	<b>699,250,42 3</b>
FOREIGN BANKS	RURAL	9	835	3322.7	3,467

	<b>SEMI-URBAN</b>	9	736	1826.6	1,930
	<b>URBAN</b>	37	19,045	47120.0	202,475
	<b>METROPOLITAN</b>	238	276,270	1149009.6	2,509,130
	<b>ALL INDIA</b>	<b>293</b>	<b>296,886</b>	<b>1,201,278.91</b>	<b>2,717,002</b>
<b>REGIONAL RURAL BANKS</b>	<b>RURAL</b>	14,695	1,119,944	38239.4	146,150,715
	<b>SEMI-URBAN</b>	4,634	690,186	28667.0	47,174,198
	<b>URBAN</b>	1,509	321,862	25212.5	9,467,541
	<b>METROPOLITAN</b>	413	38,747	9313.6	1,780,407
	<b>ALL INDIA</b>	<b>21,251</b>	<b>2,170,739</b>	<b>101,432.53</b>	<b>204,572,861</b>
<b>PRIVATE SECTOR BANKS</b>	<b>RURAL</b>	4,603	691,720	63351.0	19,504,273
	<b>SEMI-URBAN</b>	7,665	2,346,675	311632.7	40,132,395
	<b>URBAN</b>	5,138	3,047,936	661652.9	38,229,989
	<b>METROPOLITAN</b>	6,884	7,715,445	2644350.1	68,086,479
	<b>ALL INDIA</b>	<b>24,290</b>	<b>13,801,776</b>	<b>3,680,986.71</b>	<b>165,953,136</b>

Source: Basic Statistical Returns of Reserve of India Various Issues

	TERM		TOTAL	
Amount	No. of Accounts	Amount	No. Of Accounts	Amount
5	6	7	8	9
1601539.2	12,386,223	1141556.2	147,179,229	2859286.0
2967734.6	18,555,755	2566857.8	193,625,374	5894117.5
2360480.6	16,480,810	3339191.7	86,600,017	6134510.6
2596111.9	19,475,193	6120381.8	76,159,148	9589563.7
<b>9,525,866.29</b>	<b>66,897,981</b>	<b>13,167,987.54</b>	<b>503,563,768</b>	<b>24,477,477.83</b>
2825307.1	22,083,336	2619629.2	275,811,966	5649488.3
3348811.2	25,251,542	3796613.1	243,492,392	7568956.4
3532841.6	32,949,041	6625487.5	167,163,379	10882654.7
5496232.7	48,047,117	18455522.1	186,721,904	25897116.4
<b>15,203,192.63</b>	<b>128,331,036</b>	<b>31,497,251.84</b>	<b>873,189,641</b>	<b>49,998,215.86</b>
323.4	1,149	13040.5	5,451	16686.6
189.3	622	11625.0	3,288	13640.9
37675.3	52,215	57458.7	273,735	142253.9
490799.1	835,681	2642831.5	3,621,081	4282640.2
<b>528,987.02</b>	<b>889,667</b>	<b>2,724,955.58</b>	<b>3,903,555</b>	<b>4,455,221.52</b>
1177702.1	10,966,277	769143.7	158,236,936	1985085.3
480709.9	4,629,9 ,54	432219.8	52,494,338	941596.7
190428.4	2,239,558	359125.8	12,028,961	574766.7
38190.9	371,396	108112.7	2,190,550	155617.3

<b>1,887,031.34</b>	<b>18,207,185</b>	<b>1,668,602.07</b>	<b>224,950,785</b>	<b>3,657,065.94</b>
338744.6	2,801,892	307026.7	22,997,885	709122.3
1194158.6	8,416,289	1382788.7	50,895,359	2888580.0
1736757.2	10,117,492	2356584.6	51,395,417	4754994.6
3900820.7	19,953,106	9814446.0	95,755,030	16359616.8
<b>7,170,481.04</b>	<b>41,288,779</b>	<b>13,860,845.99</b>	<b>221,043,691</b>	<b>24,712,313.73</b>

Source: Basic Statistical Returns of Reserve of India Various Issues

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