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“Impact of Corona Virus in Indian Banking Sector”

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ABSTRACT:

The COVID-19 pandemic could be one of the most serious challenges faces by the financial services industry in practically a century. The COVID-19 impact on banking will be relentless fall in demand, inferior income, and assembly shutdowns and will unfavorably affect the dealing of banks. The condition is exacerbating by staff shortages, derisory digital development, and pressure on the existing infrastructure as firms jumble to deal with the impact of COVID-19 on financial services. Banks certainly have their hands engaged in the glow of the novel corona virus endemic COVID-19. Borrowers and businesses tolerate job losses, slowed sales, and declining returns as the virus continue to engorge approximately humanity. Banking clientele is to be expected to begin in the hunt for financial reinforcement. An understandable way that pandemics can crash financial systems is through their huge economic outlay. To administration the circuitous economic impact of the corona virus, banks could do with to lack an arrangement in position to protect the workforce and patrons from its swell. Countless banks are already first to hearten in the sticks working of several workforces. In this paper, we are designed to make obvious a collision of pandemic covid-19 on the banking and financial sector. India’s corona virus rash threatens a years-long unsoiled up of its financial system, according to the Indian bank. Banks assemble at the mind of the economy and make available financial support to corporate and individuals. Their stability is decisive to keep the scheme awake and successively.

KEY WORDS: Covid-19, Pandemic, Co-operative Bank, Online Banking, Payments Bank, Reserve Bank of India, Indian Banks,

INTRODUCTION;

In India, the categorization of the bank is something like this, first of all, commercial banks were followed by small finance banks, then there were payment banks and lastly, there were cooperative banks.

TYPES OF BANK;

If you talk about the commercial bank, then it happens that taking money from the deposit and whose organization needs a loan from general public or government, to provide loan to those who ever want commercial bank is also divided into different types of the public sector bank, private Sector Bank, Foreign Banks, Regional Rural Banks

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We are now the first Type A Public Sector Bank of Commercial Bank; we also call National Bank from Government Bank, because the majority of state government in this bank means more than 50% of the government also. Today such State Bank of India, Bank of Maharashtra, Punjab National Bank comes under Public Sector Bank.

Talking about the second type of commercial canter, the second time is private sector banks. Private sector banks have mainstream of obligation of private shareholders like HDFC, ICICI, Axis Bank comes in private sector bank.

The third category of a commercial bank is foreign banks. Foreign bank means that such bank's headquarter will be in a different country of Asia and it will work here privately in India. When we talk about foreign banks in India, HSBC, Doha Bank, JP Morgan Chase Bank all plunge beneath this category of foreign banks.

The name of the fourth type of commercial bank is Regional Rural Bank. The main purpose of the regional rural bank is proving funding to economically vicar section of society agriculture, labor works in great require of money. If we look at an example, Andhra Pradesh Rural Development Bank, Arunachal Pradesh Rural Bank is the example of Regional Rural Banks.

Regarding commercial bank, voice mail finance bank from other types of the bank is the main purpose of small finance bank, which starts small scale business, to provide funding to them; small finance bank is written if we talk about its examples, AU Small Finance Bank, Capital Small Finance Bank, Sarvodaya Small Finance Bank, etc.

The second type of cooperative bank is later than Small Finance Bank. Who runs the designated component of the managing working group and puts it supplementary in his name with the cooperative. If we discuss examinations, then in which The Cosmos Co-operative Bank, Greater Bombay Co-operative Bank move towards surrounded by the Co-operative Bank.

After the cooperative bank, to facilitate payment bank from the bank of next debt has launched an innovative representation RBI from the payment bank. In which you can put down up to one lakh money. But it will not be a loan and credit card issuer in the bank if we talk about examples, subsequently, Airtel Payments Bank, Fino Payment Bank, Paytm Bank can come in a lot of examples of payment bank.

This is the establishment of the Corona epoch when people are having complexity declaration employment if their resource of income has blocked wherever and then in such a case people possibly will necessitate a lot of gooey wealth, so the deposit percentage in the bank is near to the ground. Will go away and if the put down is summary, after that the money will be a smaller amount for the bank to provide the loan.

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They may be essential for a moment. Perhaps it is corona right now, the public is chiefly sitting at home, so wherever their foundation of income has also clogged. So in such a case, the public may want liquid money a batch, so the percentage of deposits in the bank will be abridged and if the deposits are concentrated then the bank will also have less money to give somebody the use of to the people and in such pencil case they require a deposit will be less. Evidence determination as glowing increase.

The total of money that people have deposited freshly might be alive necessary at some time, in such a case; it may be the case of Definite Liquid Money Shortage Bank. If we talk about other belongings, we will start a lot of start off small-scale trade. The bank may have taken a loan from several wealthy, but due to the bug, all these companies will have to stop their work, then the species will not engender their income and if they discover it complicated to fill the loan with interest from the banks, at that moment there can be some predicament in accomplishment the bank's wealth.

CONCLUSION:

We designed to make obvious a close come across to about the pandemic covid-19 on the Indian banking system and momentarily discussing Indian banks standing by to incorporate the covid-19 influence of covid-19 on in need of attention learn from the present COVID-19 add the much-needed rigidity towards digitizing and optimizing the bank's backend operations. Banking operations such as currency deposits, withdrawals, traditional cashier services had to be executed by maintaining a secure distance of at least a measuring device. Indian both public and private banks which are already online with some core banking functions will focal point on a complete train all their functions, processes, and systems.

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