

<i>Psyllium Seed</i>	<i>Minimum Export Price</i>
99% Purity	US \$ 0.95 per Kg. POB
97% Purity	US \$ 0.85 per Kg. POB

US \$ 0.25 per Kg. higher than the MEP or the corresponding grade of husk.

(c) Value of exports of Psyllium husk/Powder and Psyllium Seeds during the last 3 years are as follows:

Psyllium Powder

Exports (in Rs. Crores FOB)

<i>Year</i>	<i>Psyllium Husk/Powder</i>	<i>Psyllium Seed</i>	<i>Total</i>
1	2	3	4
1986-87	22.04	1.91	23.95
1987-88	41.41	1.05	42.46
1988-89	38.82	0.58	39.40
April '89 to Feb '90.	41.00	1.00	42.00

Profitability of Public Sector Banks

8356. SHRIMATI J. JAMUNA:
SHRI B.N. REDDY:

Will the Minister of FINANCE be pleased to state:

(a) whether recent analysis of public sector banks has revealed improvements in their profitability;

(b) if so, the bank-wise details thereof indicating inter alia the ratio of net profits to working funds; and

(c) the steps contemplated by the Reserve Bank of India to further increase the profitability of the banks?

THE DEPUTY MINISTER IN THE MINISTRY OF FINANCE (SHRI ANIL SHASTRI): (a) and (b). As per the published accounts, the aggregate published profits of

the 28 public sector banks increased from Rs. 261.80 crores during the year 1987 to Rs. 364.90 crores as at the end of March, 1989 (for the period 1.1.88 to 31.3.89). The overall profitability of public sector banks expressed as a percentage of published profits to their working funds has also risen from 0.17% in 1987 to 0.19% in 1988-89. A statement indicating the bank-wise details of published profits earned by the public sector banks and their profitability during the years ending 31st December, 1987 and 31st March, 1989 is given below.

(c) Government and Reserve Bank of India have taken series of measures to improve the profitability of public sector banks. These include higher coupon rates on Government Securities, higher returns on cash balances maintained with Reserve Bank of India augmentation of the capital base by Government/Reserve Bank of India. Banks have also taken certain measures like enhanced staff productivity through contain-

ment of staff growth, enhancement in service charges and economy in expenditure. Bank have also been attempting to innovate and diversify their operations to related fields like equipment leasing, merchant banking, mutual funds etc. Banks have also been advised to critically analyse their income and expenditure with a view to finding ways and means for improving their profitability through

efficient funds management.

Besides these steps, bank have also been advised to take specific measures to maintain their viability and profitability by means of business planning and development, improving recovery of loans and advances, reduction in non-performing loans, preventing leakages of income etc.

STATEMENT

Published profits of the public sector banks and their profitability expressed as a percentage of published profits to their working funds for the year 1987 and 1988-89

(Rs. in lakhs)

Sl. No.	Name of the Bank	Published Profits	Published Profits as a percentage to working funds
		1987	1987
		1988-89 (1.1.88 to 31.3.89)	1988-89
1	2	3	4
			5
			6

A. STATE BANK OF INDIA GROUP:

1.	State Bank of India	4551	8501	0.11	0.15
2.	State Bank of Bikaner & Jaipur	163	471	0.08	0.16
3.	State Bank of Hyderabad	164	394	0.10	0.18

Sl. No.	Name of the Bank	Published Profits		Published Profits as a percentage to working funds	
		1987	1988-89 (1.1.88 to 31.3.89)	1987	1988-89
1	2	3	4	5	6
4.	State Bank of Indore	78	200	0.08	0.17
5.	State Bank of Mysore	81	281	0.07	0.19
6.	State Bank of Patiala	217	600	0.10	0.24
7.	State Bank of Saurashtra	65	182	0.07	0.17
8.	State Bank of Travancore	165	445	0.10	0.22
Total of A.		5484	11074	0.10	0.16
B. NATIONALISED BANKS:					
1.	Allahabad Bank	602	1112	0.17	0.25

Sl. No.	Name of the Bank	Published Profits		Published Profits as a percentage to working funds	
		1987	1988-89 (1.1.88 to 31.3.89)	1987	1988-89
1	2	3	4	5	6
2.	Bank of Baroda	2175	3350	0.23	0.20
3.	Bank of India	1615	2208	0.14	0.15
4.	Bank of Maharashtra	290	312	0.10	0.10
5.	Canara Bank	4497	5494	0.47	0.49
6.	Central Bank of India	1328	1520	0.15	0.14
7.	Dena Bank	400	573	0.15	0.19
8.	Indian Bank	1053	1429	0.22	0.22
9.	Indian Overseas Bank	562	624	0.11	0.10

Sl. No.	Name of the Bank	Published Profits			Published Profits as a percentage to working funds		
		1987	1988-89 (1.1.88 to 31.3.89)	1987	1987	1988-89	1988-89
1	2	3	4	5	6	6	
10.	Punjab National Bank	2500	2719	0.25	0.25	0.22	
11.	Syndicate Bank	710	801	0.12	0.12	0.12	
12.	Union Bank of India	2041	2411	0.43	0.43	0.42	
13.	United Bank of India	23	50	0.01	0.01	0.01	
14.	UCO Bank	521	573	0.09	0.09	0.07	
15.	Andhra Bank	873	929	0.37	0.37	0.32	
16.	Corporation Bank	351	450	0.28	0.28	0.30	
17.	New Bank of India	201	311	0.12	0.12	0.16	

Sl. No.	Name of the Bank	Published Profits		Published Profits as a percentage to working funds	
		1987	1988-89 (1.1.88 to 31.3.89)	1987	1988-89
1	2	3	4	5	6
18.	Oriental Bank of Commerce	351	651	0.21	0.30
19.	Punjab & Sind Bank	49	104	0.02	0.05
20.	Vijaya Bank	554	795	0.30	0.31
Total of 'B'		20696	25416	0.21	0.21
Total of 'A' + 'B'		26180	36490	0.17	0.19