STUDY THE IMPACT OF SUB-PRIME CRISIS ON INDIAN BANKING SECTORE

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ABSTRACT
To sustain any country’s growth a strong and dynamic financial sector is essential. The Sub-Prime Mortgage crisis which started in 2008 in U.S which ultimately led to The Global Financial Crisis was the latest in the series of economic crises to adversely impact world economies. Unlike the past few crises, the current crisis had not spared any of the countries or market sectors and had devastated economies that were traditionally strong. The Indian banking system was sound, well capitalized and well regulated. Indian banks did not have any direct exposure to sub-prime mortgages. The main objective of this study is to find out the impact of sub-prime crisis on the Indian banking sector and Comparative study between the Pre Sub-Prime crisis period and Post Sub-Prime crisis period performance of Indian banks on the basis of profitability, liquidity and leverage ratios. For this secondary data was collected and paired t test was applied to achieve the objectives.

KEYWORDS: banking sector, Global Financial Crisis, financial sector, Sub-Prime Mortgage crisis,