ECONOMIC MILESTONE AND A POIGNANT ANNIVERSARY

GS III: Effects of liberalization on the economy, changes in industrial policy and their effects on industrial growth

1. **The Government's decision to privatise the Public sector Banks (PSBs) is like killing the goose that lays golden eggs. Critically Comment.**

Why this question:

- The government's recent decision to appraise the idea of privatising Public Sector Banks (PSB) and rising noises from the RBI for the same.

Demand of the question:

- The question demands to write for and against the given statement and finally conclude with your opinion and reason behind it.

Directive word:

- Whenever it is asking your opinion it should be full of optimism and your answer should make you look like full of zeal and enthusiasm.

- You must give constructive opinion with optimistic, future oriented and progressive approach. But remember that your opinion should not be your own personal opinion, you need to write largely acceptable. Whenever it is asking Critically Examine, Critically Comment or Critically Analyse just remember that you have to write both pros and cons and give a fair, unbiased or value loaded judgement. It should always give a closure feeling while examiner reading the answer.

Structure of the Answer:

Introduction:

- Write the present scenario of the public sector banks and write about the rising noises from various sectors like RBI favouring it.

Body:

- Write about the evolution of Public sector Banks and about the nationalization process in brief.

- Write about the benefits brought in by the then public sector banks.

- Write about the banks in Post liberalization scenario.

- Write how the government made an retreat after that.

- Write why the government is making noise about privatization.
- Write the pros and cons of privatization

Way Ahead:

- Conclude whether privatization is good or bad and write any other recommendations/solutions that has not been given due address.