



## **Green Banking Practices and Financial Performance of Banks**

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### **Abstract**

Environmental change is one of the most significant social and economic challenges that every nation faces. Businesses and civilizations throughout the world face significant challenges due to environmental degradation. In the current world, financial institutions are showing a growing interest in environmentally friendly operations. It has played an important role in the growth of the Indian economy. The banking industry, like all other businesses, has an obligation to protect the environment that's why the banking industry has developed a green banking system. Green banking includes supporting environmentally friendly activities, reducing carbon emissions, and implementing information technology, physical infrastructure, and internal banking procedures that are considerate of the environment. This research examines the impact of green banking practices on the financial performance of Indian public sector banks. This study employed an ex-post facto research design, gathering data from secondary sources such as the official websites of the RBI and the money market between April 1, 2019, and March 31, 2023. The study's primary goal is to analyse the relationship between green banking practices and bank financial performance and look into how green banking practices affect Indian banks' financial results. The study used both descriptive and inferential statistics to analyse the data. The results show a noteworthy effect of green banking practices on Indian banks' financial performance. To improve both the financial performance and the environmental effect, this research suggested that bank management use more green banking practices in their daily operations.

