THE LEVEL OF CORPORATE SOCIAL RESPONSIBILITY:

A STUDY ABOUT BANK OF CEYLON AND HATTON NATIONAL BANK LIMITED IN BATTICALOA DISTRICT



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ABSTRACT

Generally, corporate social responsibility (CSR) is understood to be the way firms integrate social, environmental and economic concerns into their values, culture, decision making, strategy and operations in a transparent and accountable manner and thereby establish better practices within the firm, create wealth and improve society. But, CSR is an evolving concept that currently does not have a universally accepted definition.

The banking sector has been quite slow in considering the consequences of the issue of sustainability, despite of its high exposure to risks having an intermediary role in the economy. Referring to the relevant literature from 1990 to 2000, banks began addressing the issue of sustainability by firstly considering environmental and then social issues and attempting to incorporate them by establishing policies for the environment and the society.

The aim of research study is measure the level of corporate social responsibility of Bank of Ceylon and Hatton National Bank Limited in Batticaloa district. There are many banks in Batticaloa district. But the researcher selected Bank of Ceylon and Hatton National Bank Limited for the research. Because, the BOC is only owned by government of Sri Lanka and HNB businesses more years than other private banks in Batticaloa.

In order to determine the level of corporate social responsibility of Bank of Ceylon and Hatton National Bank Limited in Batticalca district, four variables were considered namely education, health, sports, and environment. The annual report of all branches of both banks and some records were used for this research.

This research explains which level the both banks implement the CSR activities in Batticaloa district who earn profit or more money from the people.

According to the research, the level of social responsibility of both banks is very little compare with their income or profit. If the banks increase their goodwill, they should implement social responsibility activities and head offices should give authority to implement activities of social responsibility.

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