

COMPARING EFFECTIVENESS IN IRANIAN STATE-OWNED AND PRIVATE BANKS WITH SFA IN 2000 - 2014

MEHDI ZAHED¹, MOHAMAMADREZA MOHAMMADI², HAMID ASAYESH³ & ELAHE NAGHIB DASHTI⁴

^{1, 3}Lecturer Faculty of Humanities, University of Ayatollah Alozma Boroujerdi (RA), Iran
²Imam Khomeini Naval University of Noshahr, Mohammadreza Mohammadi, Iran
⁴Master Auditor, Supreme Audit Court, Iran

ABSTRACT

Bank system Effectiveness In each region, is a First step toward development. most of them are governmental So Iranian banks do not have desirable Effectiveness, So In this paper we compare Effectiveness in state-owned and private banks, we have used stochastic frontier analysis (SFA). We examine the Effectiveness of a sample of Iranian banks over the 2000 to 2014 time period in 10 state-owned banks and 4 private banks after Unit root tests in panel data. In this case, the goals are the bank profit and the inputs are the value of deposits and facilities and Physical capital. Conclusion with using this Method Shows that the Effectiveness in state-owned banks is more than private banks And 3 banks with the Least Effectiveness, private banks are.

KEYWORDS: Bank, Effectiveness, Panel Data, Private, State-Owned