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## **Financial Inclusion through Banking: Role of Technology in Modern Financial Innovation and Invention**

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### **Abstract**

A financial innovation, like many other modern innovations and inventions, is a boon when properly used and is a bad thing when abused. The key here, of course, is being able to locate which uses are abusive and which are benign. However, it is very difficult to identify in advance which innovations are abusive and which are not. Instead the debate should be on how an innovation is being used rather than any particular innovation. Generally, a link is established as to how financial innovations are optimal responses to various basic problems or opportunities. The concept of financial inclusion has a special significance for a growing economy like India as bringing the large segment of the productive sectors of the economy under formal financial network could unleash their creative capacities besides augmenting domestic demand on a sustainable basis driven by income and consumption growth as a whole through higher savings pooled from the vast segment of the bottom of the pyramid population by providing access to formal savings arrangement resulting in expansion in credit and investment by banks.

Key words: Financial Innovation, Financial Inclusion, Banking, ATM, POS