OBJECTIVES

The total coverage of PSEs in India is 250 out of this the highest number of Poses are in trade and finance sector while textiles and power sector are having the lowest number of each. The basic objective of starting the public sector enterprises is -

1) To build infrastructure for economic development and to promote rapid economic growth and industrialization of the country.
2) To create employment opportunities and promote balanced regional development. To reduce concentration of private economy power.
3) To understand the concept of privatization, to examine the impact of privatization on the performance of MTNL.
4) To examine the impact of privatization on the performance of PSEs.
5) To understand the problem faced by MTNL after privatization.
6) To suggest the ways to overcome the problems faced by the public sector enterprises particularly MTNL (Mumbai).

Statement of Hypothesis:

The Hypothesis for the study is as follows :-

H0 - There is a negative impact of the performance of the MTNL due to the privatization.

H1 - Privatization has led to an increased pressure on margins due to reducing tariff’s and also on the customer retention and acquisition.