

# A Study on Role of Banks in the Economy: An Introduction to Banking Services

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**Abstract:** *Banks serve as the financial backbone of modern economies, playing a pivotal role in facilitating economic activities and driving growth. This paper presents an introductory exploration into the vital functions and services provided by banks and their profound influence on the economy. It delves into the mechanisms that underpin the operations of banking institutions, offering insights into deposit-taking, lending, payment processing, and financial intermediation. The regulatory framework that ensures the integrity and stability of the banking sector is also discussed. Through this investigation, we aim to provide readers with a foundational understanding of how banks contribute to economic stability, growth, and development.*

**Keywords:** Banks, Economy, Financial Services, Deposit-taking, Lending, Payment Processing