

CONTENTS

	Page No.
Chapter-1: Introductory.	2
1. Introduction	2
2. Relevant Concepts	4
2.1. Scheduled Commercial Banks (SCBs)	4
2.2. Concept of Non-Performing Assets (NPAs)	5
2.3. Asset Classification of Banks	7
3. Research Problem	9
4. The Background of the Study Area	14
5. Need of the study	17
6. Objectives of the Study	18
7. Hypotheses Framed	19
8. Research Methodology	19
8.1. Research Population	19
8.2. Data Collection	20
8.3. Variables selected	20
8.4. Tools and Techniques	21
9. Period of the Study	22
10. Display of the Study	22
11. Limitations of the Study	24
Chapter-2: The Review of Literature.	26
1. Introduction	27
2. Studies in Abroad	27
3. Studies in Indian Context	31
4. Conclusion	47
Chapter – 3: Background of Commercial Banks in India.	50
1. Introduction	51
2. Growth of Commercial Banks	52
3. The Background	54
4. Commercial Banks in the Post Nationalization Period	55
5. Need for Financial Sector Reform	58
6. Banking Sector Reform in India	61
7. Conclusion	71
Chapter-4: Non-Performing Assets and Capital Adequacy Norms: An Outline.	74
1. Introduction	75
2. Definition of Non-Performing Assets (NPAs)	77
3. Calculation of NPAs	82

4. Accounting Practices of NPAs	84
5. Capital Adequacy Ratio (CAR)	87
6. The Achievement of CAR	95
7. Conclusion	99
Chapter-5: Non Performing Assets of Scheduled Commercial Banks in Indian Context.	102
1. Introduction	103
2. Non-Performing Loans of Banks; Cross Country Overview	106
3. Magnitude of NPAs of Banks	107
4. Gross NPA and Net NPA	108
5. The Composition of NPAs	111
6. Asset Classification of Private Sector Banks	113
7. Asset Classification of Foreign Banks	114
8. Frequency distribution of NPAs of Banks	115
9. NPAs and Priority Sector Lending	116
10. NPAs: Bank Group-wise Evaluation	122
11. Bank wise Classification of NPAs	123
12. Recovery and Provisions for NPAs	125
13. Conclusion	126
Chapter-6: Recovery Measures of Non-Performing Assets of Commercial Banks.	129
1. Introduction	130
2. Measures for Tackling Non-Performing Assets of Banks	130
2.1. Compromise Settlement Schemes	131
2.2. Debt Recovery Tribunals and Recovery of Debts	132
2.3. Asset Reconstruction Companies and Recovery of Debts	134
2.4. Securitization and Reconstruction of Financial Assets and Enforcement of Security Interest (SRFAESI) Act-2002	136
2.5. The Implication of Asset Reconstruction Companies and Securitization Act- 2002	138
2. 6. Lok Adalats	143
2.7. Circulation of Information on Defaulters	143
2.8. Corporate Debt Restructuring (CDR)	144
2.9. Credit Information Bureau	144
2.10. Proposed Guidelines on Willful Defaults/Diversion of Funds	145
2.11. Corporate Governance	145
2.12. Special Mention Accounts - Additional Precaution at the Operating Level	145
2.13. Risk Assessment and Risk Management	147
2.14. Organizational Restructuring	148
2.15. Reduce Dependence on Interest	148
2.16. Potential and Borderline NPAs under Check	148
2.17. E-Banking and VRS	148

2.18. Regular Training Programmes	149
2.19. Recovery Camps	149
2.20. Spot Visit	149
2.21. Other Methods	149
3. The Performance of Recovery Channels	149
4. Reserve Bank's Guidelines on Purchase/ Sale of Non Performing Assets	151
5. Prudential Norms for Banks for the Purchase/ Sale Transactions	155
6. Conclusion	157

Chapter-7: Management of Non -Performing Assets of Scheduled Commercial Banks:

The Analysis of Data	160
1. Introduction	161
2. Objectives of the Chapter	163
3. The Background of Commercial Banks in the Study area	164
4. The Analysis of Data	168
4.1. Deployment of Bank Credit under Annual Credit Plan	168
4.2. Recovery Performance of Commercial Banks	171
4.3. Asset Classification of Banks in the Study Area	175
4.4. NPAs: Bank wise Analysis	177
4.5. Frequency Distribution of NPAs of Banks	179
4.6. Growth of Advances and NPAs	180
4.7. Interrelationship between NPAs and Priority Sector Advances	182
4.8. Growth of Profitability and NPAs	183
4.9. Identification of Determinants of NPAs of Commercial Banks	185
4.10. Reasons for NPAs of Banks	188

Chapter-8: Findings & Suggestions

1. Introduction	193
2. The Background	194
3. Major Findings	199
4. Proposed Suggestions and Strategies	207
5. Conclusion	212

Bibliography

1. Books	215
2. Research Papers and Articles	217
3. Reports and Official Publications	226
4. Journals and Periodicals	228