NPA A HUMANGOUS BURDEN ON BANK’S SHOULDERS

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ABSTRACT
NPAs for banks are loans gone sour, either interest or principal payments has been outstanding on these loans for more than 90 days. A comparative study of NPAs in different sector banks is presented in this article. Analysis shows the declining trend of NPAs percent in various banks, but the absolute value of NPAs is shooting every year. Major reasons for accumulation of NPAs and effective steps to tackle the NPAs menace traced. Non-performing Assets in the loan portfolio hinder operational efficiency, which in turn inhibit profitability, liquidity and solvency position of ragging the bank towards banking crisis.

KEY WORDS: Non -Performing Assets (NPAs), Operational efficiency, credit risk, Overdue, Profitability.