

GOVERNMENT OF INDIA
MINISTRY OF FINANCE
DEPARTMENT OF FINANCIAL SERVICES

LOK SABHA
UNSTARRED QUESTION NO: 2183
TO BE ANSWERED ON THE 28th JULY, 2017/SHRAVANA 06, 1939 (SAKA)

QUESTION
POLICY GOVERNING THE LOAN WAIVER SCHEMES

2183: SHRI M. CHANDRAKASI:

Will the Minister of FINANCE be pleased to state:

- a) the details of the policy, principles and broad outlines governing the loan waiver schemes;
- b) whether the RBI guidelines permitted waive off long outstanding Non-Performing Assets (NPAs) of public sector banks and if so, the details thereof;
- c) the details of sector-wise loan waivers granted by Government including agriculture, Small and Medium Enterprises, infrastructure projects, education, corporate sector and others during the last five years; and
- d) whether the Government intends to review and lay down strict norms for allowing loan waivers only for larger public welfare as compared to individual benefits and if so, the details thereof?

ANSWER

To be answered by

THE MINISTER OF STATE IN THE MINISTRY OF FINANCE
(SHRI SANTOSH KUMAR GANGWAR)

(a) and (b): As per Reserve Bank of India (RBI) master circular on Income Recognition and Asset Classification (IRAC) norms, every bank has to have its own Board approved recovery policy including the manner and procedure of write-offs. Loans are written off after appropriate provisions have been made to take advantage of tax benefits and capital optimization.

(c) and (d): The details of write-offs done by Public Sector Banks for the last five years are annexed.

ANNEXURE					
BANKWISE WRITE OFF DATA		(Rs in crore)			
Bank Name	2013	2014	2015	2016	2017
Allahabad Bank	1,352	782	2,109	2,126	2,442
Andhra Bank	334	263	1,124	814	1,623
Bank of Baroda	2,356	964	1,563	1,554	4,348
Bank of India	2,415	1,767	866	2,374	7,346
Bank of Maharashtra	663	401	264	903	1,374
Bharatiya Mahila Bank Ltd.		0	0	0	-
Canara Bank	1,535	1,591	1,472	3,387	5,545
Central Bank of India	1,061	1,995	1,386	1,334	2,396
Corporation Bank	709	463	779	2,495	3,574
Dena Bank	237	479	515	760	833
IDBI Bank Limited	383	1,393	1,609	5,459	2,868
Indian Bank	520	628	550	926	437
Indian Overseas Bank	1,642	1,474	2,087	2,067	3,066
Oriental Bank of Commerce	1,416	1,252	925	1,668	2,308
Punjab & Sind Bank	50	204	263	335	491
Punjab National Bank	997	1,947	5,996	6,485	9,205
Syndicate Bank	1,297	1,025	1,055	1,430	1,271
UCO Bank	617	1,423	0	1,573	1,937
Union Bank of India	1,129	913	931	792	1,264
United Bank of India	1,094	481	761	649	714
Vijaya Bank	543	296	791	510	1,068
Nationalised Banks	20,351	19,739	25,046	37,642	54,110
State Bank of Bikaner & Jaipur	463	399	363	643	1,560
State Bank of Hyderabad	343	31	355	1,204	1,430
State Bank of India	5,594	13,177	21,303	15,955	20,339
State Bank of Mysore	275	403	740	588	161
State Bank of Patiala	28	463	755	1,156	3,528
State Bank of Travancore	176	196	456	398	556
SBI Group	6,880	14,670	23,973	19,944	27,574
Public Sector Banks	27,231	34,409	49,018	57,586	81,683
Source: RBI, March- 2017 (Prov. Data)					