

**GOVERNMENT OF INDIA
MINISTRY OF FINANCE
DEPARTMENT OF FINANCIAL SERVICES
LOK SABHA**

UNSTARRED QUESTION NO. †4285

TO BE ANSWERED ON THE 11th AUGUST, 2017, SHRAVANA 20, 1939 (SAKA)

NPAs of Educational Loan

†4285. SHRI DHARMENDRA YADAV:

DR. PRITAM GOPINATH MUNDE:

SHRI ANANDRAO ADSUL:

SHRI SHRIRANG APPA BARNE:

DR. SHRIKANT EKNATH SHINDE:

SHRI VINAYAK BHAURAO RAUT:

Will the Minister of FINANCE be pleased to state:

- (a) whether according to recent reports, the total education loan dues in the banking system had risen and if so, the details thereof;
- (b) whether the Non-Performing Assets (NPAs) on account of education loans disbursed by the banks has registered growth in the recent past;
- (c) if so, the details thereof along with the growth registered during the last three years, bank-wise;
- (d) whether the Government has conducted any study to find out the factors responsible for such increase and if so, the details thereof and the outcome thereof; and
- (e) the details of corrective measures taken by the Government to check such trend?

ANSWER

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

(a) to (c): Yes, the total education loan dues of banking system has risen. The details of the growth in Non-Performing Assets (NPAs) of Public Sector Banks during the last three years is given below:

Year (As on 31 st March of)	Outstanding	NPA

Amount 'Rs in Crore'

2015	62003.30	3536.02
2016	65454.42	4777.07
2017	67678.50	5191.72

Source: Indian Banks' Association (IBA)

Bank-wise position of NPA for Education loans during the last three years is Annexed.

(d) No such study has been conducted by the Government.

(e) Government has modified IBA Model Education Loan Scheme taking into account the needs of the students. The changes, inter-alia, include repayment holiday/moratorium of course period + 1 year, additional periods of moratorium taking into account spells of under-employment/unemployment during the life cycle of the loan, extension of repayment period to 15 years to reduce Equated Monthly Instalment (EMI), etc. Government of India has also launched a Credit Guarantee Fund Scheme for Education Loans (CGFEL) for loans uptoRs 7.50 Lakh. The fund provides guarantee to the extent of 75% of the defaulted amount. Further, Banks have been advised to adopt a non-coercive strategy for recovery of education loans.

Annex to Reply of Lok Sabha Unstarred Question No. 4285 on NPAs of Educational Loan for answer on 11th August, 2017

Bank-wise Position of NPA of education loans (Rs in 'Crore')				
S.N.	Name of Bank	As on 31.03.2015	As on 31.03.2016	As on 31.03.2017
1	Allahabad Bank	40.12	34.63	49.20
2	Andhra Bank	81.11	57.89	61.97
3	Bank of Baroda	156.73	294.93	331.31
4	Bank of India	114.75	161.46	218.11
5	Bank of Maharashtra	27.56	42.12	51.08
6	Bhartiya Mahila Bank	0.00	0.00	0.00
7	Canara Bank	169.16	316.60	265.49
8	Central Bank of India	192.00	238.00	317.65
9	Corporation Bank	116.75	96.99	167.10
10	Dena Bank	36.73	41.47	49.88
11	IDBI Bank	18.63	30.11	35.58
12	Indian Bank	250.01	527.78	671.37
13	Indian Overseas Bank	380.49	651.16	384.20
14	OBC	106.79	107.81	137.41
15	Punjab & Sind Bank	22.69	19.23	18.80
16	Punjab National Bank	251.53	388.67	478.03
17	Syndicate Bank	299.66	368.33	343.00
18	UCO Bank	101.40	298.17	346.71
19	Union Bank of India	194.88	233.83	253.49
20	United Bank of India	55.01	56.55	56.24
21	Vijaya Bank	34.74	33.55	63.16

22	State Bank of India	614.00	454.00	538.17
23	State Bank of Bikaner & Jaipur	26.45	29.99	21.75
24	State Bank of Hyderabad.	41.08	37.28	81.83
25	State Bank of Mysore	40.87	44.79	66.32
26	State Bank of Patiala	11.75	12.79	18.63
27	State Bank of Travancore	151.14	198.94	165.24
	Total	3536.02	4777.07	5191.72

Source: Data provided by IBA