

# NPA's of PSBs at multi-yr lows

The non-performing advances (NPAs) of banks are at multi-year lows, supported by substantial write-offs, especially for state-owned banks. The overall loan write-offs by public sector banks (PSBs) exceeded ₹10 trillion during the FY2017–2023 period. This followed the banking industry-wide asset quality review the Reserve Bank of India (RBI) initiated in FY16. The closing stock of write-off pool stood at ₹7.5 trillion at the end of March 2023, up from ₹6.8 trillion a year ago. The recoveries from this pool are expected to continue to contribute significantly to the profitability of PSBs even in a scenario of low recoveries.

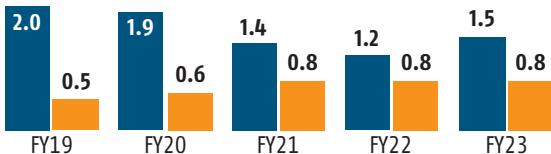


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## STATUS CHECK

Write-offs and reduction for PSBs and IDBI Bank

■ Write-offs ■ Reduction (₹ trillion)



Source: ICRA