

A STUDY ON NON- PERFORMING ASSETS OF COMMERCIAL BANKS IN INDIA

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ABSTRACT

The banking sector has for centuries now formed one of the pillars of economic prosperity. In modern economy commercial banks play an important role. These days the function of commercial banks is confined not only to advancing loan to the public and accepting their deposits, they also contribute in accelerating the economic development. A strong banking sector is important for flourishing economy; however the problem of NPA is an alarming threat to the banking industry in our country sending distressing signal on the sustainability and durability of the affected banks. Thus there is a need to study the position of NPA in commercial banks.

KEY WORDS: NPA, Loan, Deposits, Economy, Banking Industry.