

Net Non-Performing Assets to Advance Ratios' Performance of Public Sector Banks in India

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ABSTRACT

Non-performing asset (NPA) is an indicator of the health, performance and credit risk of an organisation. Moreover, NPA is accounted as the indispensable burden on the organisation. The banking sector is one among the contributors to the growth of India. However, Non-performing asset is the major affair for banking sector in India. The main objective of this paper was to comprehend the relationship between Net NPA with Net Advances of selected public sector banks (PSBs) of India. In this paper, data of 8 financial years i.e. 2006-07 to 2013-14 has been analysed. The results demonstrate that there is significant difference regarding the performance of Net NPA to Net Advance Ratio in the banking sector.

KEYWORDS: NPA, Net NPA, Advance Ratio, Public sector banks, India.

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