



BANK OF THAILAND NEWS

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NPLs as of July 2000

1. NPL Outstanding

1.1 As of July 2000, the non-performing loans (NPLs) of Thai financial system stood at 1,597.4 billion baht or 31.28% of 5,107.1 billion baht total loans.

1.2 NPL outstanding categorized by types of financial institutions as of July 2000 were as follow:

1.2.1 NPLs of private banks stood at 572.7 billion baht or 21.59% of total loans which was 2,651.8 billion baht.

1.2.2 NPLs of state-owned banks stood at 918.8 billion baht or 55.23% of total loans which was 1,663.8 billion baht.

1.2.3 NPLs of foreign banks (full branch) stood at 47.2 billion baht or 7.44% of total loans which was 634.4 billion baht.

1.2.4 NPLs of finance companies stood at 58.8 billion baht or 37.41% of total loans which was 157.1 billion baht.

1.3 Major outstanding of NPLs categorized by business types were as follow :

1.3.1 NPLs in manufacturing sector stood at 396.4 billion baht or 24.81% of total NPLs.

1.3.2 NPLs in real estate business stood at 291.6 billion baht or 18.25% of total NPLs.

1.3.3 NPLs in wholesale & retail trade business stood at 257.5 billion baht or 16.12% of total NPLs.

2. The Change of NPLs

2.1 The change of NPLs in July 2000 could be illustrated in details below :

<u>billion baht</u>		
2.1.1 NPLs as of June 2000		1,615.9
2.1.2 Increase in NPLs during July 2000		
- New NPLs	23.6	
- Re-entry	<u>18.1</u>	41.7
2.1.3 Decrease in NPLs during July 2000		
- Debt-Restructuring	(45.6)	
- Other reasons(Remarks shown below)	<u>(14.6)</u>	<u>(60.2)</u>
2.1.4 Net decrease in NPLs during July 2000		<u>(18.5)</u>
2.1.5 NPLs as of July 2000		<u>1,597.4</u>

Remarks : other reasons consist of

1. 8 billion baht in loan reclassification to less than 3 months overdue status as a result of loan repayments.
2. 1 billion baht in write-off loans classified as loss and doubtful of loss with 100 % provision.
3. 5.6 billion baht in other cases, for example, repayment amount, write-off from losing right of claim and selling of debt, etc.

2.2 The change of NPLs in July 2000 could be categorized by types of financial institutions as follow :

2.2.1 NPLs in private banks had a net increase of 1.8 billion baht or 0.31% of NPLs as of the previous month which was 570.9 billion baht.

2.2.2 NPLs in state-owned banks had a net decrease of 22.3 billion baht or 2.37% of NPLs as of the previous month which was 941.1 billion baht, owing to debt-restructuring.

2.2.3 NPLs in foreign banks(full branch) had a net increase of 4.0 billion baht or 9.17% of NPLs as of the previous month which was 43.2 billion baht.

2.2.4 NPLs in finance companies had a net decrease of 1.9 billion baht or 3.08% of NPLs as of the previous month which was 60.6 billion baht.

2.3 The change of NPLs in July 2000 could be categorized by business types as follow:

2.3.1 12.2 billion baht of new NPLs out of total 23.6 billion baht were in manufacturing, 2.5 billion baht in wholesale & retail trade business, and 2.4 billion baht in personal consumption.

2.3.2 Of total 18.1 billion baht of re-entry NPLs, 5.9 billion baht were in manufacturing, 2.8 billion baht in wholesale & retail trade business, and 2.1 billion baht in personal consumption.

3. Debt Restructuring

In July 2000, completed debt restructuring increased by 67.4 billion baht. Of these, 45.6 billion baht were restructuring of NPLs whereas the rest were restructuring of loans not exceeding 3 months overdue.

4. NPLs of IBF of Foreign Banks and Credit Foncier Companies

The above mentioned NPLs and total loans of Thai financial system and those of in previous monthly reports consisted of those of Thai commercial banks, foreign banks(full branch), and finance companies. Since July 2000, IBF of foreign banks and credit foncier companies have reported NPLs outstanding as follow :

4.1 NPLs of IBF of foreign banks stood at 4.6 billion baht or 6.41% of total loans which was 72.1 billion baht.

4.2 NPLs of credit foncier companies stood at 1.9 billion baht or 54.78% of total loans which was 3.5 billion baht.

4.3 Total NPLs of Thai financial system including IBF of foreign banks and credit foncier companies stood at 1,604.0 billion baht or 30.95% of total loans which was 5,182.8 billion baht.

5. NPL Outstanding after Provisions

5.1 Financial institution system (excluding IBF of foreign banks and credit foncier companies) has set aside provisions for no collateral NPLs amounted to 603.0 billion baht, resulting in NPLs and total loans after provisions amounted to 994.4 billion baht and 4,504.1 billion baht, respectively. NPLs / total loans after provisions stood at 22.08%.

5.2 Financial institution system (including IBF of foreign banks and credit foncier companies) has set aside provisions for no collateral NPLs amounted to 607.0 billion baht, resulting in NPLs and total loans after provisions amounted to 997.0 billion baht and 4,575.8 billion baht, respectively. NPLs / total loans after provisions stood at 21.79%.

The Bank of Thailand

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[Attachment](#)