



# **BANK OF THAILAND NEWS**

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## **NPLs as of January 2001**

### **1. NPL Outstanding of Thai Financial System Excluding IBF of foreign financial institutions without branches in Thailand (New IBFs) and Credit Foncier Companies)**

1.1 As of January 2001, the non-performing loans (NPLs) of Thai financial system (excluding New IBFs and credit foncier companies) stood at 859.6 billion baht or 17.86% of the total loans of 4,813.7 billion baht, compared to 17.91% at the end of last year. A net change of NPL in January 2001 showed a slight increase totalling 1.6 billion baht. The increase was resulted by a decline in the total amount of completed debt restructuring caused by the completion of large enterprises' debt restructuring in earlier months.

1.2 NPL outstanding categorized by types of financial institutions (excluding new IBFs and credit foncier companies) as of January 2001 were as follow:

1.2.1 NPLs of private banks stood at 482.4 billion baht or 18.23% of total loans which was 2,646.4 billion baht.

1.2.2 NPLs of state-owned banks stood at 304.7 billion baht or 21.36% of total loans which was 1,426.4 billion baht.

1.2.3 NPLs of foreign banks (full branch) stood at 38.2 billion baht or 6.37% of total loans which was 600.0 billion baht.

1.2.4 NPLs of finance companies stood at 34.2 billion baht or 24.29% of total loans which was 141.0 billion baht.

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

1.3.1 NPLs in manufacturing sector stood at 200.6 billion baht or 23.33% of total NPLs.

1.3.2 NPLs in wholesale & retail trade business stood at 136.6 billion baht or 15.89% of total NPLs.

1.3.3 NPLs in personal consumption sector stood at 130.4 billion baht or 15.17% of total NPLs.

## **2. The Change of NPLs in Thai Financial System Excluding new IBFs and Credit Foncier Companies**

2.1 The change of NPLs in Thai Financial System (excluding new IBFs and credit foncier companies) in January 2001 could be illustrated in details below:

### Billion Baht

2.1.1	NPLs as of December 2000		858.0
2.1.2	Increase in NPLs in January 2001		
	- New NPLs	12.9	
	- Re-entry	<u>18.5</u>	31.4
2.1.3	Decrease in NPLs in January 2001		
	- Debt-Restructuring	(20.1)	
	- Other reasons (Remarks shown below)	<u>(9.7)</u>	<u>(29.8)</u>
2.1.4	Net increase in NPLs in January 2001		<u>1.6</u>
2.1.5	NPLs as of January 2001		<u>859.6</u>

Remarks : other reasons consist of

1) 4.6 billion baht in loan reclassification to less than 3 months overdue status as a result of loan repayments.

2) 2.6 billion baht in write-off loans classified as loss and doubtful of loss with 100% provision.

3) 2.5 billion baht in other cases, for example, repayment amount, write-off from losing right of claim, selling of debt, impaired debt transferring to Covered Asset Pool, etc.

2.2 The change of NPLs in January 2001 could be categorized by types of financial institutions (excluding new IBFs and credit foncier companies) as follow :

2.2.1 NPLs in private banks had a net increase of 5.4 billion baht or 1.13% of NPLs as of the previous month, which was 477.0 billion baht.

2.2.2 NPLs in state-owned banks had a net decrease of 3.3 billion baht or 1.07% of NPLs as of the previous month, which was 308.1 billion baht.

2.2.3 NPLs in foreign banks (full branch) had a net increase of 0.04 billion baht or 0.11% of NPLs as of the previous month which was 38.2 billion baht.

2.2.4 NPLs in finance companies had a net decrease of 0.5 billion baht or 1.49% of NPLs as of the previous month which was 34.7 billion baht.

2.3 The change of NPLs in January 2001 could be categorized by business types as follow:

2.3.1 Of total 12.9 billion baht of new NPLs, 2.8 billion baht were in construction sector, 2.7 billion baht in manufacturing , and 1.9 billion baht in wholesale & retail trade business.

2.3.2 Of total 18.5 billion baht of re-entry NPLs, 4.2 billion baht were in manufacturing, 3.3 billion baht in wholesale & retail trade business, and 2.4 billion baht in personal consumption sector.

### **3. NPLs of New IBFs and Credit Foncier Companies**

3.1 NPLs of new IBFs as of January 2001 stood at 4.8 billion baht or 6.3% of total loans, which was 75.5 billion baht. A net decrease from the previous month was 0.2 billion baht.

3.2 NPLs of credit foncier companies as of January 2001 stood at 1.4 billion baht (closed to the previous month) or 40.03% of total loans, which was 3.5 billion baht.

#### **4. NPL Outstanding of Thai Financial System including new IBFs and Credit Foncier Companies**

As of January 2001, NPLs of Thai financial system including new IBFs and credit foncier companies stood at 865.7 billion baht (net increase of 1.5 billion baht from the previous month) or 17.69% of total loans which was 4,892.7 billion baht, compared to 17.74% of total loans at the end of last month.

#### **5. Debt Restructuring**

In January 2001, completed debt restructuring was 35.4 billion baht. Of these, 20.1 billion baht were restructuring of NPLs whereas the rest were restructuring of loans not exceeding 3 months overdue.

#### **6. NPL Outstanding After Provisions**

6.1 Financial institution system (excluding new IBFs and credit foncier companies) has set aside provisions for no collateral NPLs amounted to 284.3 billion baht, resulting in NPLs and total loans after provisions amounted to 575.3 billion baht and 4,529.4 billion baht, respectively. NPLs / total loans after provisions stood at 12.70%.

6.2 Financial institution system (including new IBFs and credit foncier companies) has set aside provisions for no collateral NPLs amounted to 287.3 billion baht, resulting in NPLs and total loans after provisions amounted to 578.5 billion baht and 4,605.4 billion baht, respectively. NPLs / total loans after provisions stood at 12.56%.

Bank of Thailand

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[Attachment](#)