



# BANK OF THAILAND NEWS

Communications and Relations Office, Management Assistance Department  
Tel. 0-2283-5016-7 FAX 0-2281-5648 www.bot.or.th

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## **NPLs as of May 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 May 2001, the non-performing loans (NPLs) of Thai financial system (excluding New IBFs and credit foncier companies) stood at 864.4 billion baht or 17.88% of the total loans of 4,835.4 billion baht, compared to 17.60% in April 2001. A net increase of NPLs in May 2001 totalled 9.8 billion baht resulted from an increase in both new NPLs and re-entry NPLs, despite debt restructuring slightly increased.

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

1.2.1 NPLs of private banks stood at 495.0 billion baht or 18.72% of total loans which was 2,643.8 billion baht.

1.2.2 NPLs of state-owned banks stood at 309.1 billion baht or 21.55% of total loans which was 1,434.8 billion baht.

1.2.3 NPLs of foreign banks (full branch) stood at 27.9 billion baht or 4.61% of total loans which was 605.0 billion baht.

1.2.4 NPLs of finance companies stood at 32.4 billion baht or 21.33% of total loans which was 151.7 billion baht.

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

1.3.1 NPLs in manufacturing sector stood at 203.0 billion baht or 23.49% of total NPLs.

1.3.2 NPLs in wholesale & retail trade sector stood at 138.6 billion baht or 16.04% of total NPLs.

1.3.3 NPLs in personal consumption sector stood at 129.1 billion baht or 14.93% of total NPLs.

1.3.4 NPLs in real estate sector stood at 124.8 billion baht or 14.44% 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 May 2001 could be illustrated in details below:

	<i><b>Billion Baht</b></i>	
2.1.1 NPLs as of April 2001		854.6
2.1.2 Increase in NPLs in May 2001		
- New NPLs	17.6	
- Re-entry	<u>22.8</u>	40.4
2.1.3 Decrease in NPLs in May 2001		
- Debt-Restructuring	(18.8)	
- Other reasons (Remarks shown below)	<u>(11.8)</u>	<u>(30.6)</u>
2.1.4 Net increase in NPLs in May 2001		<u><b>9.8</b></u>
2.1.5 NPLs as of May 2001		<u><b>864.4</b></u>

Remarks : other reasons consist of

- 1) 5.1 billion baht in loan reclassified to less than 3 months overdue status as a result of loan repayments.
- 2) 1.8 billion baht transferred to AMC.
- 3) 0.1 billion baht in write-off loans classified as loss and doubtful of loss with 100% provision.
- 4) 4.8 billion baht in other cases, for example, repayment amount, write-off from losing right of claim.

2.2 The change of NPLs in May 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 9.1 billion baht or 1.87% of NPLs as of the previous month, which was 485.9 billion baht.

2.2.2 NPLs in state-owned banks had a net increase of 0.7 billion baht or 0.23% of NPLs as of the previous month, which was 308.4 billion baht.

2.2.3 NPLs in foreign banks (full branch) had a net decrease of 0.4 billion baht or 1.6% of NPLs as of the previous month which was 28.4 billion baht.

2.2.4 NPLs in finance companies had a net increase of 0.4 billion baht or 1.34% of NPLs as of the previous month which was 31.9 billion baht.

2.3 The change of NPLs in May 2001 could be categorized by business sectors as follows:

2.3.1 Of total 17.6 billion baht of new NPLs, 6.9 billion baht were in manufacturing sector, 2.4 billion baht in wholesale & retail trade sector, and 1.9 billion baht in personal consumption sector.

2.3.2 Of total 22.8 billion baht of re-entry NPLs, 8.2 billion baht were in manufacturing sector, 4.4 billion baht in wholesale & retail trade sector, 2.8 billion baht in personal consumption sector, 2.3 billion baht in service sector and 1.9 billion baht in real estate sector.

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

3.1 NPLs of new IBFs as of May 2001 stood at 4.5 billion baht (slightly increase from the previous month) or 5.79% of total loans, which was 77.9 billion baht.

3.2 NPLs of credit foncier companies as of May 2001 stood at 0.9 billion baht (net decrease of 0.5 billion baht from the previous month) or 28.58% of total loans which was 3.1 billion baht.

### **4. NPL Outstanding of Thai Financial System Including New IBFs and Credit Foncier Companies**

As of May 2001, NPLs of Thai financial system including new IBFs and credit foncier companies stood at 869.8 billion baht (net increase of 9.3 billion baht from the previous month) or 17.69% of total loans which was 4,916.3 billion baht, compared to 17.42 % of total loans at the end of last month.

## **5. NPL Outstanding After Provisions**

5.1 Financial institution system (excluding new IBFs and credit foncier companies) has set aside provisions for unsecured NPLs amounted to 293.9 billion baht, resulting in NPLs and total loans after provisions amounted to 570.6 billion baht and 4,541.5 billion baht, respectively. NPLs to total loans after provisions ratio stood at 12.56%.

5.2 Financial institution system (including new IBFs and credit foncier companies) has set aside provisions for unsecured NPLs amounted to 296.7 billion baht, resulting in NPLs and total loans after provisions amounted to 573.2 billion baht and 4,619.6 billion baht, respectively. NPLs to total loans after provisions ratio stood at 12.41%.

The Bank of Thailand

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[Attachment](#)