

**“ANALYSIS OF NON PERFORMING ASSETS WITH REFERENCE TO  
VIJAYA BANK”**

**BY  
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*Submitted to*  
**VISVESVARAYA TECHNOLOGICAL UNIVERSITY, BELGAUM**

In partial fulfillment of the requirements for the award of the degree of

**MASTER OF BUSINESS ADMINISTRATION**

*Under the guidance of*

**INTERNAL GUIDE**

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**EXTERNAL GUIDE**

**Prasad N  
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Mijar, Moodbidri.**

**May 2018**



**विजया बैंक**

(भारत सरकार का उपक्रम)

**VIJAYA BANK**

(A Govt. of India Undertaking)

प्रधान कार्यालय Head Office

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ई-मेल

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संदर्भ सं. Ref.No. SBM/PN/SL/5 /2017-18

दिनांक Date: 26<sup>th</sup> Mar 2018

## **CERTIFICATE**

This is to certify that **DILIP THOLAR (Reg. No. 4LV16MBA13)** Studying in M.B.A. of “Alva’s Institute of Engineering & Technology” **Moodbidri** has undertaken Project Work from **January-15<sup>th</sup> to March-24<sup>th</sup>** and prepared a project report on “**Analysis of Non-Performing Assets with reference to Vijaya Bank**”.

During the period of project work he has done the work sincerely dedicated and hard working.

We wish distinguished success in his studies and best of luck for his future life too.

Date: 26.03.2018

Place: Moodbidri

कृते विजया बैंक For VIJAYA BANK

वरिष्ठ प्रबंधक  
Senior Br. Manager  
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## ALVA'S INSTITUTE OF ENGINEERING AND TECHNOLOGY

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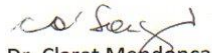
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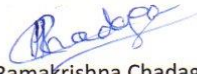
15 -May-2018

### CERTIFICATE


It is hereby certified that **Mr. DILIP THOLAR** bearing **USN 4LV16MBA13** is a bonafide student of the Master of Business Administration course of the Institute (2016-18), affiliated to Visvesvaraya Technological University, Belgaum.

The project report on "**Analysis of Non Performing Assets at Vijaya Bank**" is prepared by him under the guidance of **Dr. Claret Mendonca**, Associate Professor, Department of MBA, in partial fulfillment of the requirements for the award of the degree of Master of Business Administration of Visvesvaraya Technological University, Belgaum, Karnataka.

  
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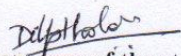
  
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## DECLARATION

I, **DILIP THOLAR** Reg. No. (4LV16MBA13), hereby declare that the project entitled "ANALYSIS OF NON PERFORMING ASSETS" with reference to "VIJAYA BANK", Moodbidri, prepared by me under the guidance of Dr. Claret Mendonca, faculty of MBA department, Alva's Institute of Engineering and Technology, Mijar, Moodbidri, D.K. 574225 and external assistance by **Mr. PRASAD N, senior branch manager Vijaya Bank Moodbidri**. I also declared that this summer internship work is toward the partial fulfillment of the university regulation for the award of Master of Business Administration. I have undergone summer internship project in an organization for a period of three month. I further declared that, this report is based on the original study undertaken by me and has not been submitted for award of any degree from any other university/Institute.

Place: **Mijar**

Date: **22-05-2018**

  
Signature of the student

# ACKNOWLEDGEMENT

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Thank you

**DILIP THOLAR**

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## **EXECUTIVE SUMMARY**

The problem of rapidly increasing NPA lies in the quality of managing credit risk by the bank concerned. What is the need was having adequate preventive measures in place namely pre sanctioning appraisal responsibility and today is having an effective post. Banks concerned should continuously monitor loans to identify accounts that have potential to become non-performing.

To start performance in terms of profitability is bench mark for any business enterprise including banking industry. However increasing NPAs have a direct impact on banks profitability as legally banks are not allowed to book income on such accounts and the same time banks are forced to make some provision on such assets as per RBI guidelines. Also with increasing deposits made by the public in banking system, the banking system cannot afford defaults by borrowers since NPAs affect the repayment capacity of the bank.

The study entitled “Analysis of Non Performing Assets in Vijaya Bank” was made Vijaya Bank Moodbidri. The intention of study is to understand the concept of Non Performing Assets, and thereby study the trend of the NPA in the bank for the last 5 year.

For the study the data sources are primary sources like interaction with the bank official, staff and secondary sources like annual reports, bank manuals, internet, website etc. it has been found that the Vijaya Bank is strong and growing financial entity with excellent credit risk and portfolio management which is evident in the resultant NPAs as well as the financial position.