

**COMPARISON OF NPA PROVISIONS IN INDIA AND OTHER COUNTRIES****Housing Loan**

<b>Country</b>	<b>Sub Standard &gt;6M to &lt;12M</b>	<b>Doubtful 1 &gt;1Y to &lt; 2Y</b>	<b>Doubtful 2 &gt;2Y to &lt; 4Y</b>	<b>Doubtful 3/Loss &gt;5 Y</b>
<b>India</b>	15%	25%	40%	100%
<b>Australia</b> (Outstanding loan is <b>less than 80%</b> of the value of the property)	NIL	NIL	NIL	NIL
<b>Australia</b> (Outstanding loan is <b>more than 80%</b> of the value of the property)	15%	20%	20%	20%
<b>France</b> (Provision requirement dependent upon the realisability of Asset)	To be decided by the bank and the Statutory Auditor	To be decided by the bank and the Statutory Auditor	To be decided by the bank and the Statutory Auditor	To be decided by the bank and the Statutory Auditor
<b>Germany</b> ( Debt should be written off as soon as they are perceived as bad and provisions are charged to the P&L account.)	NA	NA	NA	NA
<b>Hong Kong</b> (provision for unsecured loan only prescribed by HKMA)	NIL	NIL	NIL	NIL
<b>Dubai</b> ( No prescription)	NA	NA	NA	NA

<b>Srilanka</b> ( provision only on unsecured outstanding)	NA	NA	NA	NA
<b>USA</b> ( The US Internal Revenue Code favors write off “partial (or full)permanent impairment “ which is tax deductible in the year)	NA	NA	NA	NA
<b>UK</b>	15%	25%	40%	100%

**Personal Loan (unsecured)**

<b>Country</b>	<b>Sub Standard &gt;6M to &lt;12M</b>	<b>Doubtful 1 &gt;1Y to &lt; 2Y</b>	<b>Doubtful 2 &gt;2Y to &lt; 4Y</b>	<b>Doubtful 3/Loss &gt;5 Y</b>
<b>India</b>	25%	100%	100%	100%
<b>Australia</b>	85%	100%	100%	100%
<b>Hong Kong</b>	20%	50%	50%	100%
<b>China</b>	25%	50%	50%	100%
<b>Srilanka</b>	20%	50%	100%	100%
<b>UK</b>	25%	100%	100%	100%