

# DID YOU KNOW???

*This is how your loan will be classified! – Learn now and be aware of your account status*

- Borrower has to pay the EMI on or before the date.
- The EMI that is payable, but not paid on or before due date will be 'overdue'.
- Oldest due date would be considered for counting DPD (Days Past Due) and the number of days falling due will be counted to classify the loan account as SMA/NPA
- This asset classification will be done as part of day-end process for relevant date

Loan Classification (SMA / NPA)	Basis for Classification   When Instalment overdue (whole/part)
SMA-0	Upto 30 days
SMA-1	31-60 days
SMA-2	61-90 days
NPA	90+ days

## Example

My EMI is due on 31<sup>st</sup> March 2022 -

My loan is due..	On day closing	Classification is..
EMI due	31 <sup>st</sup> Mar	SMA-0/overdue
EMI Due till	30 <sup>th</sup> Apr	SMA-1
EMI Due till	30 <sup>th</sup> May	SMA-2
EMI Due till	29 <sup>th</sup> Jun	NPA

**NOTE:** Once a loan account is classified as NPA, it will be upgraded as "Standard" asset only after the borrower pays the entire overdue amount

