

Departmental Seminar

On

BAD BANK

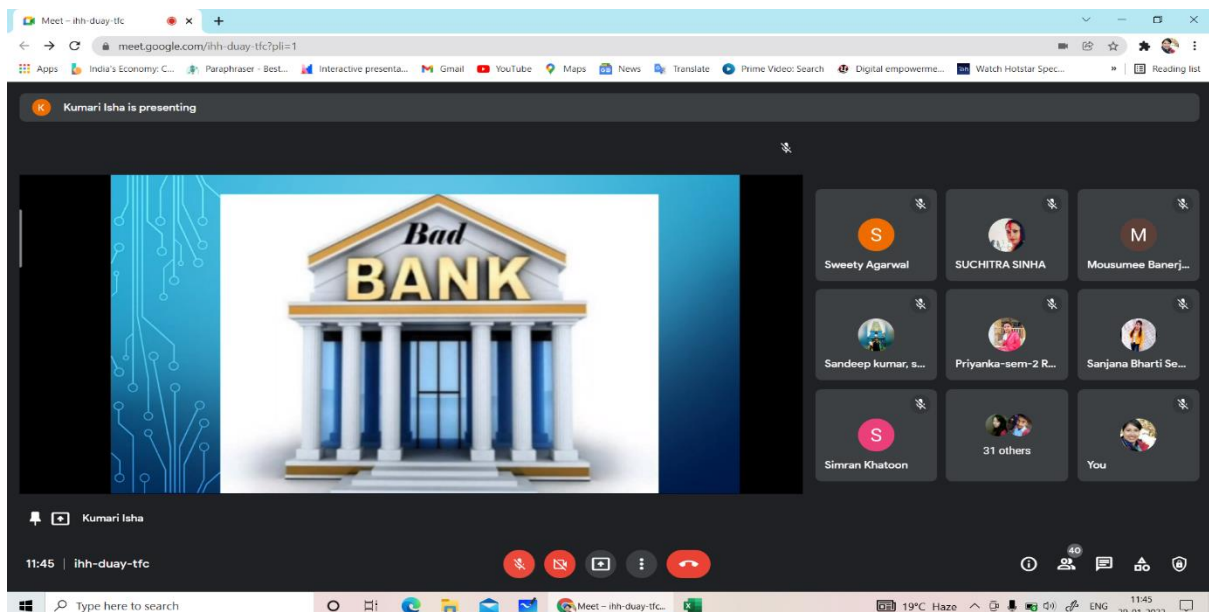
Date- 29th January 2022

The plan to form a bad bank was introduced in the budget presented in February 2021. It is important to aware the students with recent changes and development in economy. Thus a seminar on BAD BANK was held online on 29th January 2022. Focus of the event was mainly on What is Bad Bank? How will it Work? What are its functions?

Various Students from the Department have actively participated by presenting their PPT and explaining the topic to other students. All faculties of the department were present & at last presented their views also. After presentation Q/A session is held, students have raise their queries and faculties of the department resolved them and gave them an overview about the topic.

Students who presented their PPT in the seminar are: -

1. Sweety Agarwal
2. Kumari Isha
3. Vanisha Barman
4. Sania Naaz



Meet - ihh-duay-tfc

meet.google.com/ihh-duay-tfc?pli=1

Kumari Isha is presenting

WHAT IS A BAD BANK ?

- A **BAD BANK** is technically an **Asset Reconstruction Company** that takes over the **Bad Loans** of commercial banks at a fair or discounted price, manages them and finally recovers the money from the defaulter by providing a systematic solution over a period of time.
- In short, A **Bad Bank** conveys the impression that it will function as bank but has **bad assets** to start with.

Kumari Isha

11:46 | ihh-duay-tfc

19°C Haze

11:45 29-01-2022

Meet - ihh-duay-tfc

meet.google.com/ihh-duay-tfc?pli=1

Sania Naaz is presenting

AGAINST FOR BAD BANK OR DISADVANTAGE

- FIRST BAD BANKS ARE BACKED BY THE GOVERNMENT. THE GOVERNMENT WILL PAY THE HIGH COST FOR STRESSED ASSETS. IT IS NOT GOOD FOR FISCAL HEALTH OF THE COUNTRY.**
- SECOND, THERE IS A LOAN CRISIS IN PSUs BECAUSE THEY ARE MANAGED BY THE BUREAUCRATS. BUREAUCRATS ARE NOT LIKE PRIVATE BANKS AND CANNOT OFFER THE SAME COMMITMENT TO LENDERS AND ENSURE PROFITABILITY.**
- THIRD BAD BANK MIGHT CREATE A MINDSET THAT THERE IS A SYSTEM IN PLACE TO RECOVER THE LOANS. THIS CAN LEAD TO CARELESS LENDING BY BANKS IN A LARGER MANNERS AND WORSEN THE PRESENT BAD LOAN CRISIS.**

Sania Naaz

12:04 | ihh-duay-tfc

19°C Haze

12:04 29-01-2022