

Mullika Thrachoo 2006: Efficiency of Asset Management Companies in Thailand.

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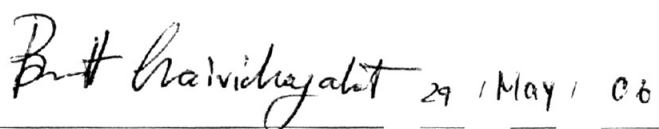
The objectives of thesis are (1) to study principle models and performance of Asset Management Companies (AMC) (2) to compare efficiency of centralized and decentralized Thai Asset Management Companies and Korea Asset Management Corporation (KAMCO). The x-efficiency and the financial ratio were employed to examine the data of the centralized Thai Asset Management Corporation (TAMC), 15 decentralized Asset Management Companies in Thailand, and Korea Asset Management Corporation (KAMCO).

The conclusion of the first part of this study indicates that each types of AMC has both advantages and disadvantages. A centralized AMC is effective when the NPL's is systemic, the legal of restructuring of NPL's is strength and the management of AMC is not political interference. Decentralized AMCs are efficiency when the bad loans are not too complicated. However, decentralized AMCs properly monitored through consolidated accounting reports. In Thailand, the time of restructuring and asset disposal of decentralized AMCs are longer the centralized AMC which has special powers. However, is political interference. The second part of this study, the x-efficiency explores that, income and cost move in the same direction. The efficiency value of centralized AMC and decentralized AMC are 0.034 and 0.092, respectively, which are minimal therefore, these results indicate that the management of AMC in Thailand is inefficiency. For the financial ratio analysis, the efficiency of centralized AMC increase year by year. In contrast, the efficiency of decentralize AMCs decline continuously. In comparing with proceeding of KAMCO, the results show that, in the 3rd year, the highest efficiency of KAMCO is the period. After this period, the efficiency decline and convert to the same level as the centralized AMC.

Based on this study, the solving bad loan problems by AMCs in Thailand are efficiency because of the professional management. Scheme, acte as rapid disposition, the political independence and transparency.



Student's signature



Thesis Advisor's signature