

SM/08/125  
Correction 2

June 3, 2008

To: Members of the Executive Board  
From: The Secretary  
Subject: **Thailand—Financial System Stability Assessment**

The attached correction to SM/08/125 (4/30/08) has been provided by the staff.

**Typographical Error**

**Page 22, Figure 6:** replaced to revise the dates in upper left chart. Dates changed from 1998-2005 to 2000-2007.

Questions may be referred to Mr. Fiechter (ext. 35697) and Ms. Gobat (ext. 39332) in MCM.

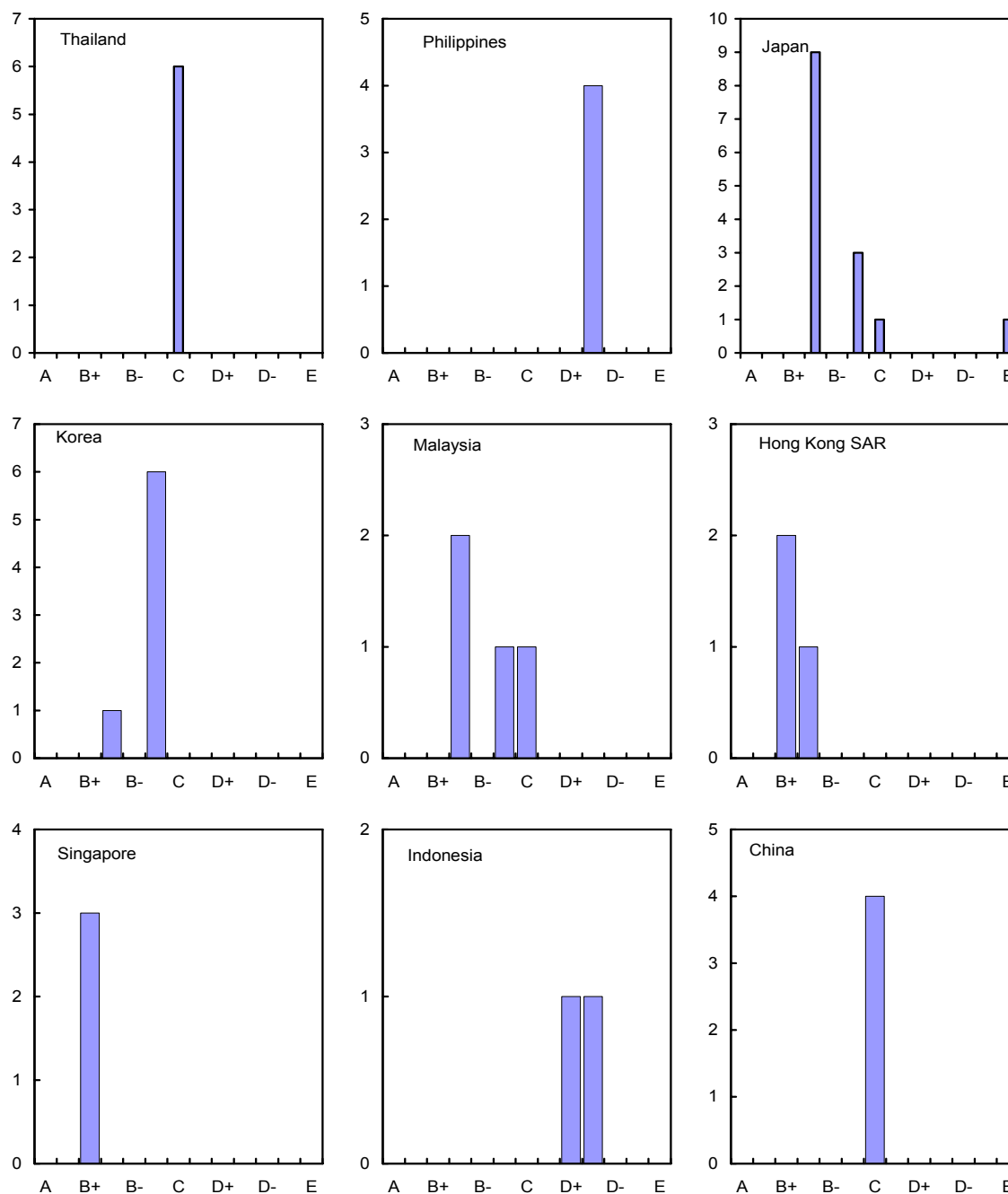
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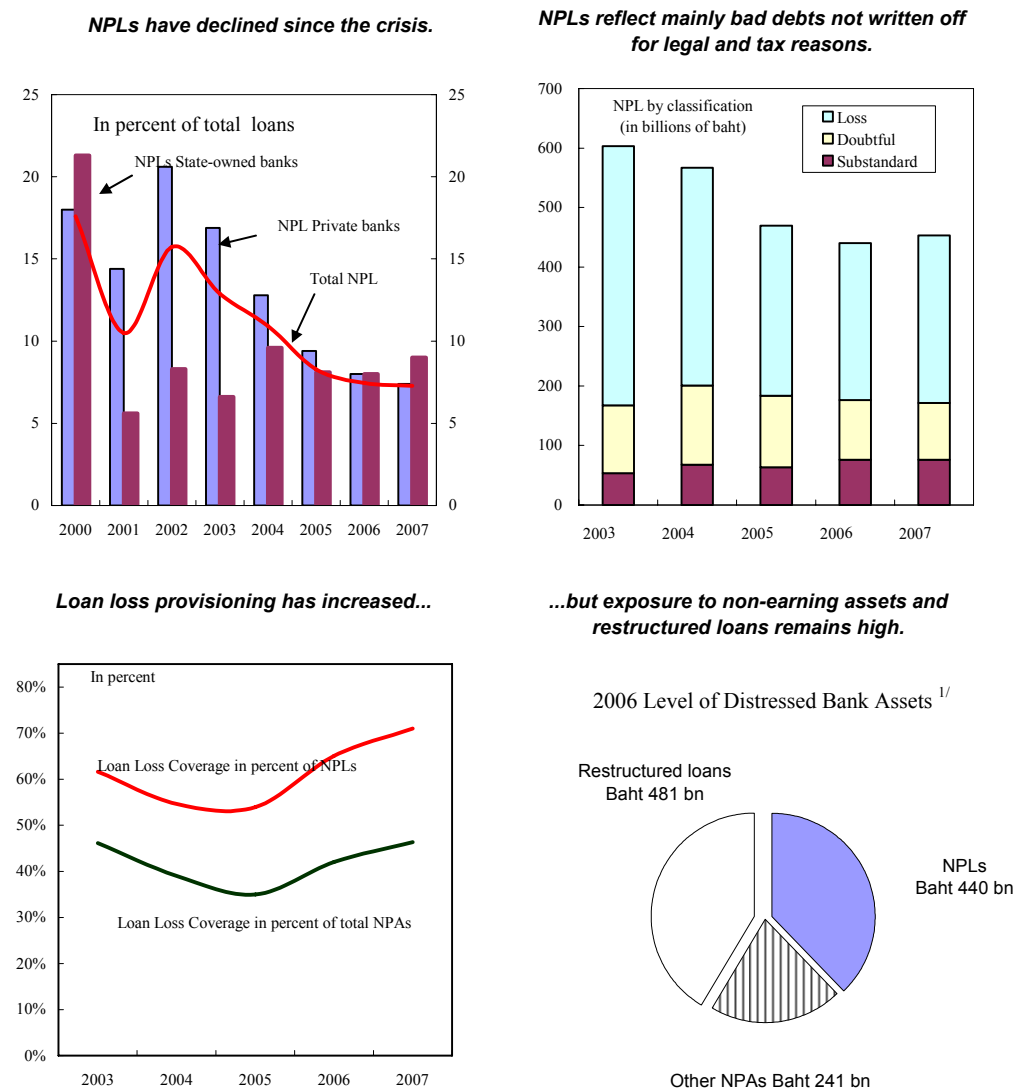
Figure 5. Thailand: Standard & Poors' Distribution of BFSR Ratings for Systemically Important Banks in Asia (2007) <sup>1</sup>



Source: Standards & Poors

1/ Left hand side reflects the number of systemically important banks. The ratings reflect S&P's bank's stand-alone credit ratings, represented by the Bank Fundamental Strength Rating (BFSR). BFSR is based on an assessment of a bank's fundamental strengths. 'A' reflects very strong and 'E' significant weaknesses.

Figure 6. Thailand: Distressed Assets and Loan Loss Provisions



Sources: Bank of Thailand, and staff calculations.

1/ The BOT does not collect or monitor the stock of restructured loans on a regular basis. Information for 2006 was collected as a result of a BOT survey. Restructured loans tend to have a relative high reentry to NPL status.