



BANK OF THAILAND NEWS

Communications and Relations Office, Management Assistance Department
Tel. 0-2283-5016-7 FAX 0-2281-5648 www.bot.or.th

No. 47/2000

Re: Progress in Debt Restructuring

1. Progress of Debt Restructuring by Financial Institutions

Financial institutions have reported that as at the end of February 2000 completed debt restructuring has increased by 12,349 cases to 197,165 cases with a corresponding increase in credit outstanding of about 5.57% or 62,742 million baht to 1,188,961 million baht.

Cases in process of restructuring in February 2000 have increased by 1,225 cases to 27,498 cases, however, credit outstanding fell by 4.50% or 51,197 million baht to 1,086,665 million baht.

Completed debt restructuring cases and cases in process of debt restructuring as at end-February 2000 total 224,663 cases with credit outstanding of 2,275,626 million baht. Business sectors reporting the largest amounts of completed debt restructuring cases by credits outstanding include the manufacturing, the real estate sectors, wholesale and retail and services where about 77% are from Bangkok, and the remaining 23% are provincial cases (Tables 1-4).

2. Progress in Debt Restructuring of Target Cases

As at the end of March 2000, target debtors under the Corporate Debt Restructuring Advisory Committee total 7,102 cases with credit outstanding of 2,349,126 million baht comprising of 1,776 large cases with credit outstanding of 2,158,170 million baht, and 5,326 small- and medium-sized cases with credit outstanding of 190,956 million baht. The progress target restructuring cases are summarised as follows (Table 5).

1. Completed restructuring cases total 2,837 cases with credit outstanding of 751,586 million baht of which 316 are large target cases with credit outstanding of 717,983 million baht, and 2,521 are small- and medium-sized cases with credit outstanding of 33,603 million baht.
2. Cases in process of restructuring total 1,316 cases with credit outstanding of 384,833 million baht of which 450 are large target cases with credit outstanding of 314,943 million baht, and 866 are small- and medium-sized cases with credit outstanding of 69,890 million baht.
3. Large target cases filed in court total 471 cases of which 457 target debtors have not signed the Debtor Creditor Agreement, and 14 cases have signed but were unsuccessful in restructuring. In addition to these, cases expected to be filed in court include 365 non-signatory target debtors whom financial institutions are preparing to take to court, and 114 cases which were unsuccessful in restructuring. Small- and medium-sized target cases filed in court total 189 cases of which 135 target debtors have not signed the Debtor Creditor Agreement, and 54 cases which were unsuccessful in restructuring. Cases expected to be filed in court total 881 cases comprising of 669 non-signatory target debtors whom financial institutions are preparing to take to court, and 212 cases which were unsuccessful in restructuring.
4. A total of 29 target cases were referred to the Executive Decision Panel process where Sufficient Plan Approval was not obtained on the second plan vote under the Debtor-Creditor and Inter-Creditor Agreement process. Of the 29 cases, 24 cases are in process under the EDP, and 5 cases have been resolved under the EDP. The EDP resolutions on 5 cases approved 1 restructuring plan, and reject 4 restructuring plans under these cases.

Bank of Thailand

7 April 2000