ABSTRACT

COMPARATIVE ANALYSIS OF THE PERFORMANCE OF CONVENTIONAL BANKS IN ASEAN COUNTRIES BEFORE AND AFTER THE IMPLEMENTATION OF ASEAN ECONOMIC COMMUNITY

By

STEFANUS ERIK SAPUTRA

This research aims to compare performance of conventional banks in ASEAN countries before and after the implementation of ASEAN Economic Community that was reviewed based on aspects of CAMELS method namely capital, asset quality, management quality, earnings, liquidity, and sensitivity to market risk. Samples used were selected by purposive sampling to produce final sample of 54 conventional banks which consist of 36 banks in Indonesia, 4 banks in Malaysia, 3 banks in Singapore, 6 banks in Thailand and 5 banks in Philippines. The data sources of this research are financial data belonging to conventional banks in ASEAN countries taken from stock exchanges in every country for 2014-2017 period. Data processing is done using the help of Software Statistics and Service Solution (SPSS) version 22. The hypothesis testing used Paired Sample T Test. The result of statistical test shows that are significant differences in CAR and NPL, but there are no significant differences in NIM, ROA, ROE, LDR and IRR ratio among five countries. Before AEC conventional banks in Indonesia are better than other ASEAN countries at CAR, NPL, NIM, ROA, LDR ratio. Meanwhile after AEC conventional banks in Indonesia are better than other ASEAN countries at CAR, NIM, ROA, ROE, LDR ratio.

Keywords: ASEAN Economic Community (AEC), Bank Performance, CAMELS, Paired Sample T Test.