

SOCIALIST REPUBLIC OF VIETNAM

Independence - Freedom – Happiness

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CONTRIBUTIONS OF THE THESIS

Thesis: *“The impact of market discipline on risk taking and financial efficiency of Vietnamese commercial banks”.*

Major: Finance – Banking

Code: 9340201

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Course: 2017

Training Institute: University of Finance – Marketing

Thesis supervisor 1: Associate Professor PhD. Huynh Quang Linh

Thesis supervisor 2: Associate Professor PhD. Tran Huy Hoang

Contributions of the thesis:

The overall research objective of the thesis is to study the impact of market discipline on risk taking and financial efficiency of Vietnamese commercial banks. From the research results, the thesis has contributions in terms of theory, and new scientific and practical arguments as follows:

The thesis contributes academically, theoretically, and argumentatively through completing the theoretical framework on the impact of market discipline on risk taking of Vietnamese commercial banks, and the impact of market discipline on the financial efficiency of Vietnamese commercial banks, the impact of risk taking on the financial efficiency of Vietnamese commercial banks. In addition, the thesis contributes to additional research on the change in risk taking affects the impact of market discipline on the financial efficiency of Vietnamese commercial banks in the period 2008 - 2022. Finally, the thesis also provides a complete, detailed and systematic review of research relating to the topic of the thesis. From there, the thesis identifies research gaps and conducts research to fill the research gaps.

The research results of the thesis show:

Regarding the impact of market discipline on risk taking: market discipline exists in Vietnamese commercial banks. It means that depositors react to the bank's risks. Specifically, market discipline reduces the risk-taking level of Vietnamese commercial banks. Because the majority of depositors tend to choose to deposit money in banks with low risk taking, this makes market discipline pressure banks to reduce their risk taking to have a competitive advantage in the field of capital mobilization in the financial market.

Regarding the impact of market discipline on the financial efficiency of Vietnamese commercial banks: in general, market discipline has a positive impact on financial efficiency. That is, if market discipline increases, it will have an impact on increasing the financial efficiency of Vietnamese commercial banks.

The thesis also studies the impact of risk taking on the financial efficiency of Vietnamese commercial banks. The research results are relatively consistent with the majority of previous research results: risk taking has a positive impact on the financial efficiency of Vietnamese commercial banks.

At the same time, the thesis also researches the impact of interactive variables between risk taking and market discipline on bank financial efficiency. The results show that the change in risk taking affects the impact of market discipline on the financial efficiency of Vietnamese commercial banks.

For the above research results, the thesis provides scientifically empirical evidence of the impact of market discipline on risk taking and financial efficiency of Vietnamese commercial banks. This thesis also has practical value for policy makers and commercial bank administrators in general.

PhD candidate