

Independent study title	CASH FLOW SENSITIVITY OF CASH: EVIDENCE IN THAILAND
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ABSTRACT

This research study cash flow sensitivity of cash in the stock exchange of Thailand (SET) covers the period of 2000 to 2017. We indicated the cash flow sensitivity of cash is asymmetric cashflow as a positive and negative cash flow to examine the cash flow of firms relate to changes in cash holdings following Bao et al (2012). Furthermore, we not only classified the firms as financial constraint and unconstraint based on three criteria: WW index, Size, and cash dividend but also consider institutional holdings which reduce an agency problem because they will be monitoring the manager's decision to consider maximize shareholder wealth as well. All the results support our hypotheses that firms face with asymmetric cashflow, they will variously relate to cash holdings.

Keywords: Cash holdings, Financial constraints, Institutional holdings