



ASEDP NO. 20

**DEVELOPMENT POLICY OF FORMULATING  
LOCAL ECONOMIC DEVELOPMENT CORE  
IN THAILAND**

EDITED BY

VARAKORN SAMAKOSES  
KOJI TANIGUCHI  
MINORU MAKISHIMA

INSTITUTE OF DEVELOPING ECONOMIES  
TOKYO 1993

**DEVELOPMENT POLICY OF FORMULATING  
LOCAL ECONOMIC DEVELOPMENT CORE  
IN THAILAND**

EDITED BY

**VARAKORN SAMAKOSES  
KOJI TANIGUCHI  
MINORU MAKISHIMA**

**INSTITUTE OF DEVELOPING ECONOMIES  
TOKYO 1993**

# TABLE OF CONTENTS

Preface

Authors

<b>I.</b>	<b>An Overview</b>	1
	1. Introduction	1
	2. Local Economic Development Core Concept.	2
	3. Why Local Economic Development Core ?	3
	4. Thai Experiences with the “Cores”	6
	5. Recommendations	9
<b>II.</b>	<b>Economic Development and Regional Development</b>	15
	– <b>An Assessment of Micro–Politan Development Strategy–</b>	
	1. Introduction	15
	2. Micropolitan Development Strategy : Towards a More Balanced Growth	16
	3. Micropolitan Development : Some Conceptual Issues	19
	4. Conclusions	21
<b>III.</b>	<b>Industrial Decentralization Policy and Identification of Leading Sector</b>	23
	1. Introduction	23
	2. Industrial Structure	24
	3. Industrial Decentralization Policy during the First and the Sixth National Economic and Social Development Plan	25
	4. Industrial Development Guidelines in the Seventh Plan and Identification of Potential Industries	29
	5. Conclusion	33
<b>IV.</b>	<b>On Income Distribution and Local Economic Development Core</b>	47
	1. Introduction	47
	2. The LEDC’S Role in Introduction of Industry in the Area and Possible Changes in Distribution Pattern Generating Thereof	49
	3. Potential Improvement Effect of Formulation of LEDC on the Regional Income Distribution Pattern : Scenarios	57
	4. Conclusion	
<b>V.</b>	<b>Local Economic Development Core – A Case Study of the Northern Region Industrial Estate in Lamphun</b>	63
	1. Introduction	63
	2. The Economic Structure of the Northern Region	64

3. Profile of the Northern Region Industrial Estate (NRIE)	66
4. Changes in the Area before NRIE Established	68
5. Impact of NRIE on Rural Development in Lamphun Province	76
6. Conclusion and Summary	88
<b>VI. Local Economic Development Core – A Case Study of Chacheongsao</b>	91
1. Economic Profile of Chacheongsao	91
2. Industrialization in Chacheongsao	98
3. Conclusion	104
<b>VII. Local Economic Development Core – A Case Study of Saraburi</b>	119
1. Geographical Character	119
2. Infrastructure	120
3. Economic Situation	121
4. The Role of the Government	123
5. Can Saraburi be a Development Core	124
6. Conclusion	125
<b>VIII. Local Economic Development Core – A Case study of Nakhon Ratchasima</b>	137
1. Introduction	137
2. An Overview of Thai Economy	138
3. Development Features in Nakhon Ratchasima	140
4. Nakhon Ratchasima's Potential of being a Regional Growth Center	147
5. Conclusion	150

## **AUTHORS**

<b>Dr.Varakorn Samakoses</b>	<b>Dean, Faculty of Economics Thammasat University</b>
<b>Dr.Naris Chaiyasoot</b>	<b>Vice President Thammasat University</b>
<b>Dr.Luechai Chulasai</b>	<b>Vice president Chiang Mai University.</b>
<b>Dr.Tangon Munjaiton</b>	<b>National Institute of Development Administration (NIDA)</b>
<b>Dr.Suphat Suphachalasai</b>	<b>Faculty of Economics Thammasat University</b>
<b>Dr.Arayah Preechametta</b>	<b>Faculty of Economics Thammasat University</b>
<b>Mr.Koji Taniguchi</b>	<b>Institute of Developing Economies</b>
<b>Mr.Minoru Makishima</b>	<b>Institute of Developing Economies</b>



# IDE

ISBN 4-258-55020-5-C 3033

---