

VBMA NEWSLETTER

March 2024



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MARKET NEWS

Government bond auction results in March 2024

No.	Bond code	Issuer	Tenor (year)	Auction date	Offering value (VND bn)	Bidding value (VND bn)	Winning value (VND bn)	Winning yield (%/year)
1	TD2454043	State Treasury	30	06/03/2024	500	500	-	-
2	TD2439029	State Treasury	15	06/03/2024	3,750	5,830	2,500	2.53
3	TD2429007	State Treasury	5	06/03/2024	2,000	3550	2,000	1.44
4	TD2434020	State Treasury	10	06/03/2024	5,250	11,101	3,500	2.33
5	TD2439030	State Treasury	15	13/03/2024	4,000	8,900	4,000	2.56
6	TD2429007	State Treasury	5	13/03/2024	3,000	4,050	3,000	1.47
7	TD2434020	State Treasury	10	13/03/2024	4,000	10,401	4,000	2.36
8	TD2444038	State Treasury	20	13/03/2024	500	100	-	-
9	TD2454043	State Treasury	30	13/03/2024	500	100	-	-
10	TD2434020	State Treasury	10	20/03/2024	5,000	4,496	3,095	2.39
11	TD2439030	State Treasury	15	20/03/2024	5,000	3,500	3,000	2.59
12	TD2429007	State Treasury	5	20/03/2024	3,000	1,000	-	-
13	TD2454043	State Treasury	30	20/03/2024	500	100	-	-
14	TD2439030	State Treasury	15	27/03/2024	4,500	4,155	3,555	2.62
15	TD2429007	State Treasury	5	27/03/2024	1,000	500	-	-
16	TD2431013	State Treasury	7	27/03/2024	2,000	900	400	2.02
17	TD2444038	State Treasury	20	27/03/2024	500	100	-	-
18	TD2434020	State Treasury	10	27/03/2024	5,000	5,051	3500	2.42

Sources: HNX, collected by VBMA

In March 2024, the State Treasury of Vietnam (STV) called for 18 auctions of government bonds with the total offering value of VND 50,000 billion, the winning ratio was 65.1%.

The STV called for auction of G-bonds at 5-year, 7-year, 10-year, 15-year, 20-year and 30-year, in which the 10 and 15-year tenors continued to account for most of the winning value with VND 14,095 billion and VND 13,055 billion, respectively. The 5-year, and 7-year tenor were issued VND 5,000 billion (winning rate of 55.6%), and VND 400 billion (winning rate of 20%). There was no winning bid for 20-year and 30-year bonds. The average winning yield increased compared to last month.

The total issued value of government bonds by STV through auctions in 3 months of 2024 was VND 80,229 billion, equivalent to more than 20% of 2024's plan (VND 400,000 billion) and 63% of the Q1/2024 plan (VND 127,000 billion).

According to Decision No. 260/QĐ-TTg issued by the Prime Minister on March 31, 2024, the Vietnam Development Bank (VDB) was approved to issue a maximum of VND 1,160 billion government-guaranteed bond, while the Vietnam Bank for Social Policies (VBSP) will not issue government-guaranteed bonds in 2024.

The value of Outright transactions was VND 162,411 billion (increased by 85.1% compared to the previous month) and Repo transactions was VND 81,660 billion (rose by 31.6%).

In March, the average daily Outright transaction value of government and government-guaranteed bond was VND 7,734 billion, and the average daily Repo transaction value was VND 3,889 billion. Compared to 2023's same period, March 2024's average outright transaction value climbed by 109% and the average repo transaction value soared 134%.

In March, foreign investors net sold VND 880 billion of government bond, bringing the net sold value since the beginning of the year to VND 1,295 billion.

In March 2024, Vietnamese government bond yields (according to VBMA's outright trading room) showed an upward trend across most tenors.

Yields for tenors under 15 years increased from 15 bps to 19 bps, yields for 20-year bonds rose by 7 bps. Meanwhile 30-year bonds' yields went sideways compared to the end of last month.

In March, the SBV issued a total of VND 171,199 trillion in 28-day bills amid weak credit growth and ample system liquidity.

Corporate bonds issued in 2024:

According to data consolidated by VBMA as of 01/04/2024, there were 7 issuances of corporate bond through private placement in March 2024 with the issuing value of VND 8,745 billion. Accumulated since the beginning of the year, there were 14 private placements worth VND 13,060 billion and 2 public offerings worth VND 2,650 billion. Among the private placements, 7.6% of the issuance value was credit-rated.

In March 2024, enterprises redeemed VND 8,031 billion of corporate bonds, 72% lower compared to the same period of 2023. In the last 9 months of 2024, there will be VND 239,480 billion of corporate bonds reaching maturity.

*The data consolidated by VBMA was collected from website of HNX according to the issuing date and redemption date. This data might subject to change from time to time based on the information disclosure from HNX and SSC. The corporate bond data is collected as of 01 April 2024.

VBMA ACTIVITIES IN MARCH 2024

VBMA had a meeting with Global Green Growth Institute (GGGI) Vietnam

On March 4th, 2024, VBMA had another meeting with Global Green Growth Institute (GGGI) representatives in Vietnam to discuss the opportunities for cooperation in the coming time.

VBMA had a meeting with Maybank Securities

On March 13th, 2024, VBMA representatives had a discussion with representatives of Maybank Securities from Malaysia. The two sides discussed issues related to Vietnam's corporate bond market and cooperation opportunities in the future.

VBMA organized the Training course: Fixed Income Fundamentals

The Vietnam Bond Market Association (VBMA) – with the support of the World Bank - organized the Training Course on Fixed Income Fundamentals on 12, 13 & 14 March 2024 at Sheraton Hanoi Hotel, K5 Nghi Tam, 11 Xuan Dieu, Tay Ho, Ha Noi.

The course has attracted participation from VBMA members as well as bond market regulatory agencies.

VBMA organized the Training course: Bond Trading and Valuation

The Vietnam Bond Market Association (VBMA) – with the support of the World Bank - organized the Training Course on Bond Trading and Valuation on 18, 19 & 20 March, 2024 at Sheraton Saigon Hotel, 88 Dong Khoi, District 1, Ho Chi Minh City.

VBMA organized meetings to discuss outstanding issues in the Government bond Repo, Outright and FI Bond & FI CD Market Maker Agreements (MMA).

On March 6th, 2024, VBMA and 12 market makers (MMs) representatives had a meeting to discuss outstanding issues in the G-bond Repo chatroom. VBMA and all market makers agreed on the following issues: the trading time, standard tenors, the trading volume, and the settlement date.

The amended Market Makers Agreement was then sent to 12 MMs for signing and is expected to be officially carried out in April.

On March 27th, 2024, VBMA and 14 market makers (MMs) representatives had a meeting to discuss outstanding issues in the Outright chatroom such as rules for recording trading volume.

On the same day, VBMA and 13 market makers (MMs) representatives had a meeting to discuss FI Bond & FI CD chatroom's issues. VBMA and all market makers agreed on the minimum annual trading volume, the bid-ask spread, standard tenors, the number of annual awards and other related issues.

VBMA collected members' comments on the Draft Circular amending and supplementing a number of articles of Circular No. 16/2021/TT-NHNN and the draft Circular on the renewal of banking licenses

On March 21st, 2024, VBMA started collecting members' comments on the Draft Circular amending and supplementing a number of articles of Circular No. 16/2021/TT-NHNN on corporate bond trading of credit institutions and branches of foreign banks.

On March 28th, 2024, VBMA started collecting members' comments on the draft Circular on the renewal of Licenses, the addition of activities to Licenses, and several regulations on the organization and operation of commercial banks, branches of foreign banks, representative offices in Vietnam of foreign credit institutions, and other foreign organizations engaged in banking activities.

UPCOMING EVENTS OF VBMA

Workshop on Sustainable Bond Issuances: Green Bond Issuances Experience Sharing & The Supports of Donors for Sustainable Bond Issuances in Vietnam

VBMA will organize the Workshop on Sustainable Bond Issuances - Green Bond Issuances Experience Sharing & The Supports of Donors for Sustainable Bond Issuances in Vietnam. The workshop will be held at 13h30 on April 15, 2024, at Press Club, 12 Ly Dao Thanh Street, Hoan Kiem, Ha Noi. The workshop will be conducted both in English and Vietnamese and simultaneous translation from Vietnamese to English will be provided. Registration is free of charge for VBMA members. Registration will be closed by 9 April 2024.

For more information about the training program, please visit VBMA website at: [Workshop on Sustainable Bond Issuances](#).



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