

BOND MARKET REPORT**May - 2019**

- In May 2019, there were 20 State Treasury Government bond auction sessions in the primary market which helped the State Treasury raise VND 11,936 billion out of the VND 17,000 billion offered with 70% winning rate.
- The Outright trading volume in May increased while the Repo trading value decreased by VND 8,000bil.
- As at the end of April 2019, total outstanding value of Government bond, Government-guaranteed bond and municipal bond was VND 1,083,638 bn with the Government bond accounted for closely 86%.
- According to the VBMA MMA chatroom, VBMA Government bond yields in April have decreased slightly at most terms compared to April.

Primary Market

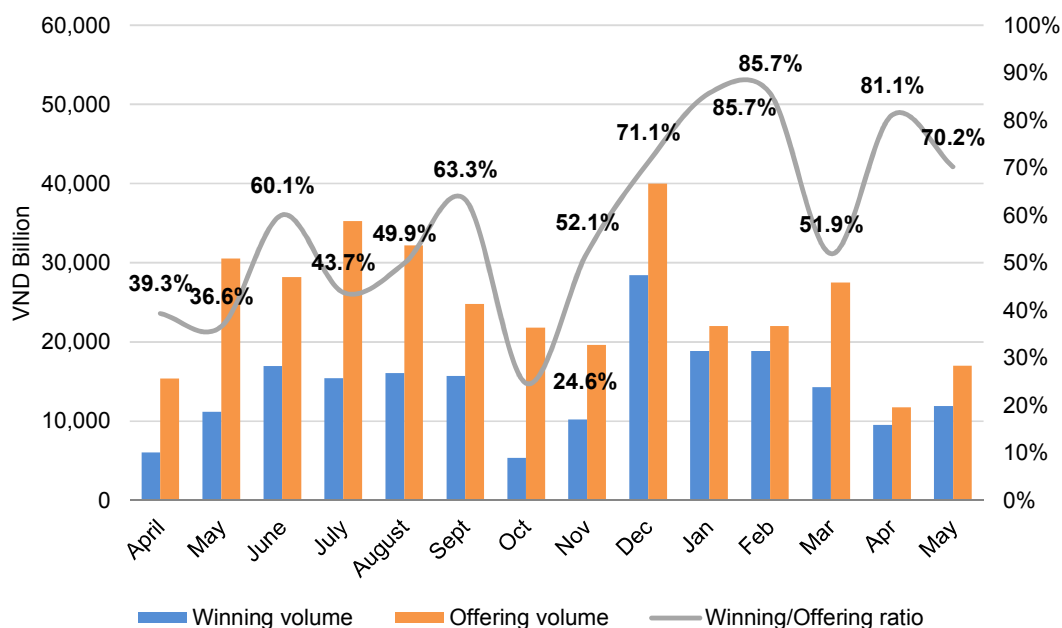
State Treasury raised VND 9,526 billion via bond auctions, 81% of the amount offered.

In May 2019, there were 20 State Treasury Government bond auction sessions in the primary market which helped the State Treasury raise VND 11,936 billion out of the VND 17,000 billion offered with 70% winning rate.

Government bond & Government Guaranteed bond auction results in May 2019

No.	Bond code	Issuer	Tenor (year)	Auction Date	Offering Value	Bidding Value	Winning Volume	Winning Yield (%/y)	Change from last auction (%)
1	TD1929177	State Treasury	10	29/05/2019	1,000	5,550	900	4.69	-0.02
2	TD1934190	State Treasury	15	29/05/2019	1,000	4,000	1,000	5.04	-0.01
3	TD1949205	State Treasury	30	29/05/2019	750	1,998	750	5.88	0
4	TD1924163	State Treasury	5	29/05/2019	500	700	-	-	-
5	TD1939200	State Treasury	20	22/05/2019	1,500	6,510	1,500	5.68	-0.1
6	TD1934188	State Treasury	15	22/05/2019	1,000	4,830	1,000	5.05	-0.1
7	TD1929177	State Treasury	10	22/05/2019	1,000	4,050	900	4.71	-0.01
8	TD1926170	State Treasury	7	22/05/2019	500	651	-	-	-
9	TD1934188	State Treasury	15	15/05/2019	1,000	2,640	1,000	5.06	0
10	TD1929177	State Treasury	10	15/05/2019	1,000	3,100	1,000	4.72	0
11	TD1949205	State Treasury	30	15/05/2019	500	600	400	5.88	-
12	TD1924163	State Treasury	5	15/05/2019	500	1,200	-	-	0
13	TD1926170	State Treasury	7	08/05/2019	500	200	-	-	-
14	TD1939200	State Treasury	20	08/05/2019	750	2,036	750	5.69	0
15	TD1924163	State Treasury	5	08/05/2019	500	907	6	3.7	0
16	TD1929177	State Treasury	10	08/05/2019	1,000	1,230	30	4.72	-
17	TD1949205	State Treasury	30	02/05/2019	500	250	100	5.85	-
18	TD1934188	State Treasury	15	02/05/2019	1,500	2,400	1,000	5.06	0
19	TD1929176	State Treasury	10	02/05/2019	1,500	3,500	1,500	4.72	0
20	TD1924163	State Treasury	5	02/05/2019	500	1,351	100	3.7	-

Source: HNX

Offering and winning volume of Government bond in the last 13 months.


Source: HNX, VBMA

Bond auctions result in May 2019, classified by tenors.

Tenor (Y)	No of sessions	Offering value (VND bn)	Bidding volume (VND bn)	Winning volume (VND bn)	Winning volume/Offering volume	Bidding volume/Offering volume
5	4	2,000	4,158	106	5%	208%
7	2	1,000	851	0	0%	85%
10	5	5,500	17,430	4,330	79%	317%
15	4	4,500	13,870	4,000	89%	308%
20	2	2,250	8,546	2,250	100%	380%
30	3	1,750	2,848	1,250	71%	163%
Total	20	17,000	47,703	11,936	70%	281%

Source: HNX, VBMA

Government bond payment calendar in May, 2019

No	Bond code	Tenor (year)	Issuing Date	Payment Date	Actual Payment Date	Coupon rate (%)	Coupon Payment (VND bn)	Principal Payment (VND bn)
1	TD1727397	10	04/05/2017	04/05/2019	5,300	6	318	-
2	TD1732404	15	04/05/2017	04/05/2019	2,390	6.7	160	-
3	TD1621470	5	05/05/2016	05/05/2019	5,200	6.3	328	-
4	TD1737408	20	11/05/2017	11/05/2019	5,518	7	386	-
5	TD1621471	5	12/05/2016	12/05/2019	7,800	6.2	484	-
6	TD1419085	5	15/05/2014	15/05/2019	6,130	7.10	435	6,130
7	TP1A1105	15	17/05/2005	17/05/2019	5	9.10	0	-
8	TD1724415	7	18/05/2017	18/05/2019	5,250	5.4	284	-
9	TD1621472	5	19/05/2016	19/05/2019	10,400	6.1	634	-
10	TD1619439	3	21/04/2016	19/05/2019	7,817	5.5	430	7,817
11	TD1828114	10	24/05/2018	24/05/2019	7,200	4.2	302	-
12	TD1222042	10	31/05/2012	31/05/2019	1,350	9.50	128	-
13	TD1424092	10	31/05/2014	31/05/2019	7,204	8.70	627	-

Source: VBMA Consolidated

Corporate bond issuance news in May

Issuer	Status	Issuance type	Issuing Date	Tenor (y)	Value (VND bn)	Coupon Rate	Notes
MSR	Plan	Private	QII+III 2019	N/A	500	Fixed 10.7% 1 st y & FR= Savings Rate+3.3% annually	Nonconvertible, unsecured, covered and unsubordinated debt.
CII	Plan	Private	QII 2019	3	300	Fixed 11% 1 st y & FR= SR+3.5% annually	Uncovered.
PDR	Plan	Private	QII+III 2019	1	99	12% per annum	Nonconvertible, unsecured & covered.
PDR	Plan	Private	Multiple Issuances, QII+III 2019	5	550	Fixed 10.5% 1 st y & FR= 24m-MBBank SR +3.5% annually.	Nonconvertible, unsecured & covered.
DXG	Plan	Private	QII 2019	5	234	7% per annum.	Convertible& unsecured.
VDS	Done	Private	14/03/2019 to 10/05/2019	1	499.36	9% & 9.5% per annum, max fixed rate= 9.5%.	Nonconvertible & unsecured. 50% callable after 3m and 100% after 6m.
VDS	Plan	Private	1 st Issuance: 03/06-30/08 & 2 nd Issuance: 01/10-28/12	1	600 in total	Max fixed rate= 9.5%.	Nonconvertible & unsecured. 50% callable after 3m and 100% after 6m.
BNC	Plan	Private	Not later than 28/06/2019	Max= 84m	600	Fixed rate & Floating rate.	Nonconvertible, unsecured & covered.
AnQuyHuong Ltd.	Failed	Private	April-May, 2019	3	5,300	12% 1 st y & FR= 12m-SR of 4 banks+ 4.5%	Nonconvertible, covered by 255mil Vinaconex shares, valued at VND 7,000bil.
ACB	Plan	Private	5 Issuamces	2-3y	5,500	Max fixed rate of 6.75% for 3y & 6.7%	Nonconvertible, unsecured &

			2019			for 2y bond.	unsubordinated debt
HDB	Done	Private	14/05/2019	3	900	6.3%- 7%	Nonconvertible, unsecured & unsubordinated debt.
HDB	Done	Private	27/05/2019	3	1,000	6.3%- 7%	Nonconvertible, unsecured & unsubordinated debt.
CTG	Plan	Private	2019	N/A	10,000	n/a	n/a
PhuQuocl &TD JSC.	Done	Private	3 Issuances from 20-22/05/2019	3y, paid quarterly.	700	Max fixed rate of 10% 1 st y & FR= 12m -SR of 4 banks+ 4%	Callable after 12m.
PhuQuocl &TD JSC.	Plan	Private	QII+III 2019	3y, paid quarterly.	5,000	Max fixed rate of 10% 1 st y & FR= 12m -SR of 4 banks+ 4%	Callable after 12m.
VPI	Done	Private	09/05/2019	2y, paid semiannually	800	12% 1 st half, FR = 12m- VPBank SR+ 4.3%.	Nonconvertible, uncovered & unsubordinated debt.
HDG	Done	Private	15/05/2019	2	250	10.5% 1 st y FR= 12m -SR of 4 banks+ 3.7%	Nonconvertible, unsecured & covered.
KDH	Done	Private	21/05/2019	2	450	12% per annum, paid semiannually	Nonconvertible & uncovered.
NVL	Done	Private	2019	1	200	Paid semiannually, 11% for 1 st half & FR= Max of 12m-SR+3.5%.	Nonconvertible, covered by 8mil NVL shares
VND	Done	Private	06/05/2019	1	500	Fixed 9,5%, paid quarterly.	Nonconvertible, unsecured and sold to a local business.
VND	Done	Private	22/05/2019	2	300	Fixed 9,5% & FR=12m-SR of 3 banks+ 2.7.	Nonconvertible, uncovered and unsubordinated debt.
MBS	Done	Private	21/05/2019	1	150	Fixed 8%, paid semiannually.	Nonconvertible, unsecured & uncovered.

CTCP TMĐT&S X HN	Done	Private	23/05/2019	42m	600	Fixed 11,75% 1 st y.	Covered.
MSR	Plan	Private	QII+III 2019	N/A	500	10.7% in 1 st 2 interest periods & FR=	Nonconvertible, unsecured, covered and unsubordinated debt.
CII	Plan	Private	QII 2019	3	300	11% in 1 st 2 interest periods & FR= SR+3.5%	Uncovered.
PDR	Plan	Private	QII+III 2019	1	99	12% per annum	Nonconvertible, unsecured & covered.
PDR	Plan	Private	Multiple Issuances, QII+III 2019	5	550	10.5% 1 st y & FR= 24m-SR of MBBank+ 3.5%.	Nonconvertible, unsecured & covered.
DXG	Plan	Private Placeme nt	QII, 2019	5	234	7% per annum	Convertible bond, Unsecured, Convert price = 29,288 dong/share

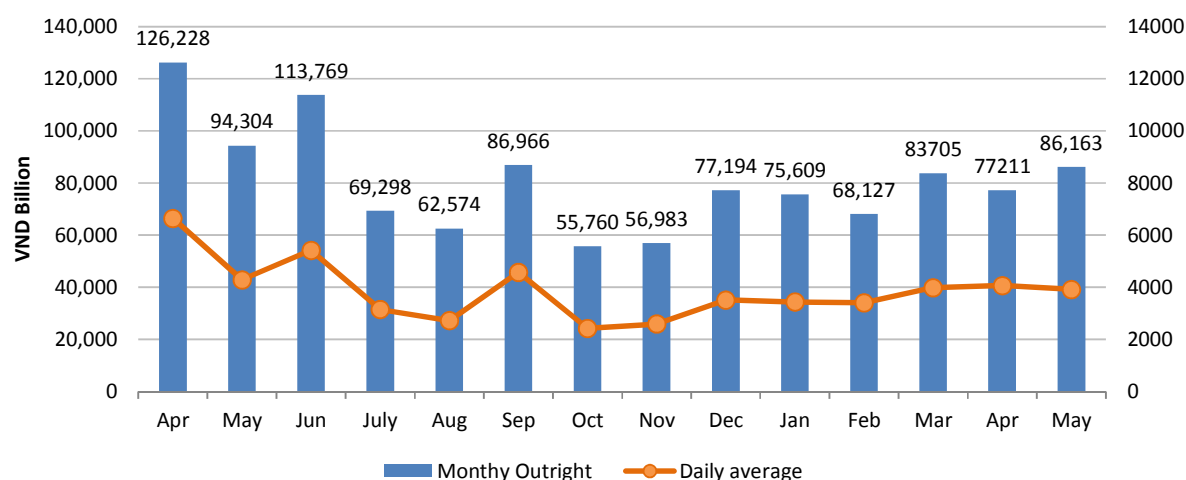
Source: VBMA Consolidated

Secondary Market

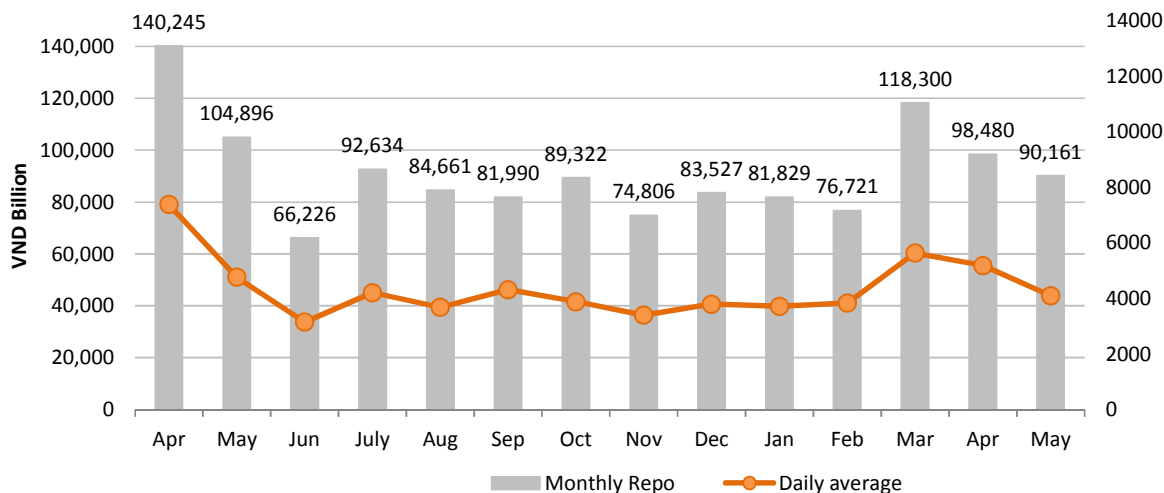
The Outright trading volume in May increased while the Repo trading value decreased by VND 8,000bil.

The total outright value this month reached 86,163 billion VND, nearly 10,000 billion VND higher than April and the highest since the end of last year. However, the outright average trading value was only VND 3,917 billion, around VND 150bil lower because of more trading days. The total value of repo transactions in May decreased approximately by VND 8,000 billion from the end of April to VND 98,480 billion, while the average value of repo transactions dropped to VND 4,924 billion.

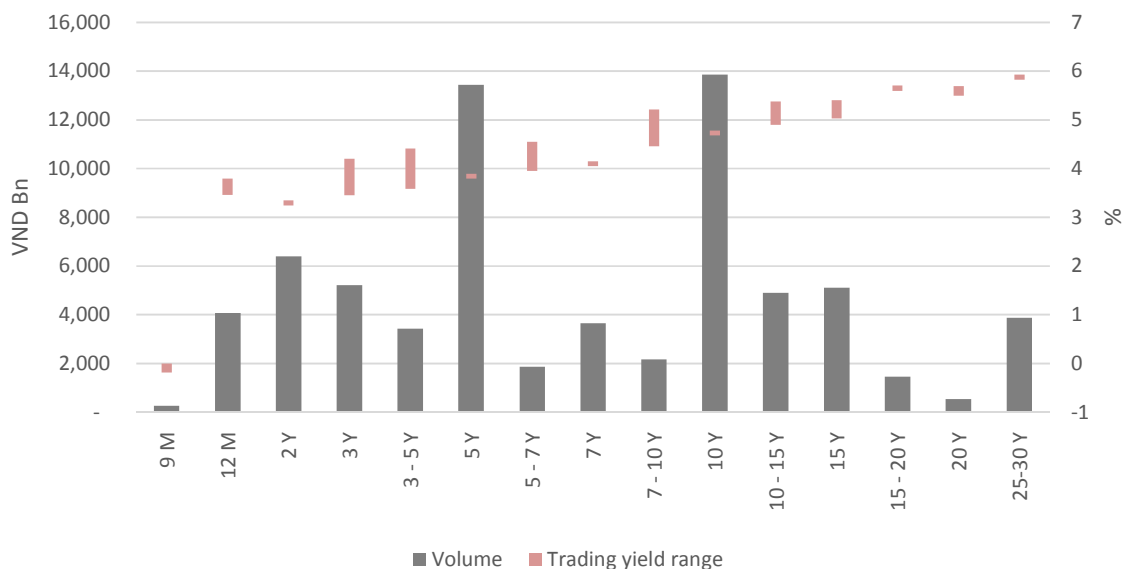
Outright Trading Volume in May 2019



Repos Volume Trading in May 2019



Trading volume and yield range by remaining tenor



Bonds with large volume of outright trading in May 2019

No	Bond code	Issuer	Volume (VND bn)	Tenor (year)	Remaining Tenor (Year)	Yield range (%/year)
1	State Treasury	TD1929175	4,319	5	2.69	4.68 - 5.23
2	Bank for Development	BVDB17270	3,814	10	7.71	5.11 - 5.90
3	State Treasury	TD1724417	3,397	10	8.52	3.80 - 4.61

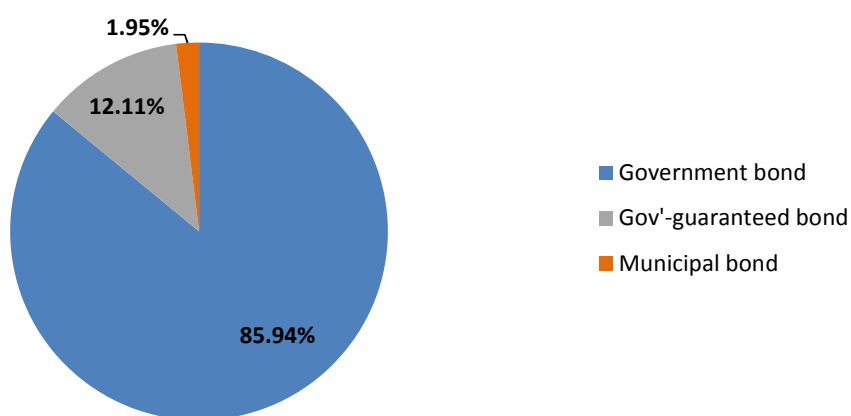
4	State Treasury	TD1934187	2,888	15	14.58	5.03 - 5.40
5	State Treasury	TD1724416	2,843	7	5.01	3.80 - 3.99
6	State Treasury	TD1429094	2,563	15	9.77	4.71 - 5.17
7	State Treasury	TD1929178	2,498	10	9.65	4.68 - 4.76
8	State Treasury	TD1520262	2,102	5	0.77	3.02 - 3.80
9	State Treasury	TD1828120	1,991	10	9.52	4.68 - 4.8
10	State Treasury	TD1926170	1,677	15	12.81	4.05 - 4.78

Source: HNX, VBMA

Government bonds accounted for the large majority of total bond outstanding.

As of the end of May 2019, total outstanding value of Government bond, Government-guaranteed bond and municipal bond was VND 1,083,638 bn. The market shares of Government bonds in total bond outstanding value was 85.92% or VND 931,078 billion dong, came next was Government-guaranteed bond with 12.12% or VND 131,336 billion and the remaining 1.96% or VND 21,224 billion was municipal bond.

Outstanding bond value market share at the end of May 2019:

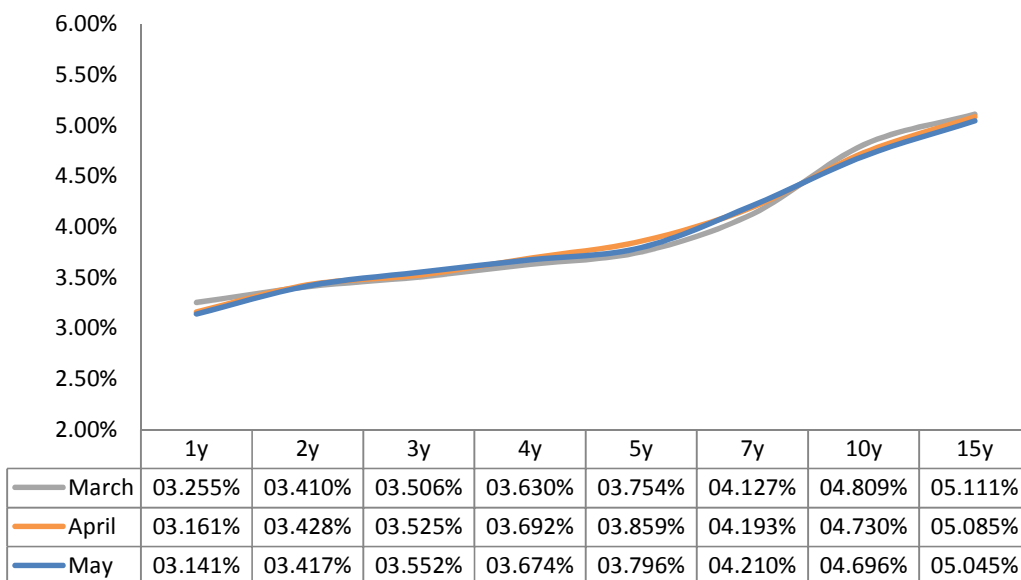


Source: HNX, VBMA

Movements of VBMA's Government Bond Yield Fixing in May 201

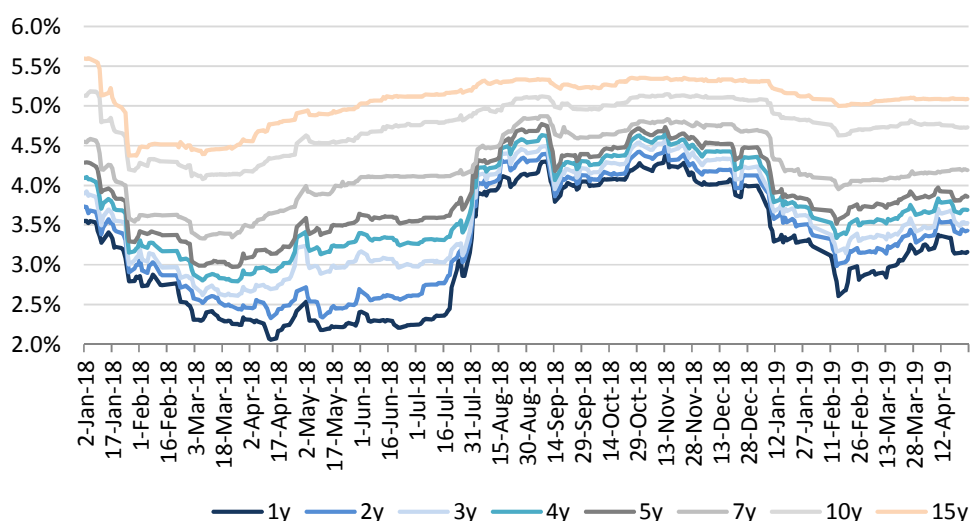
According to data from VBMA's Market Makers, the Government bond yields showed mostly decreased in May. Specifically, the closing 1y, 2y and 5y yields for May decreased by 2, 1.1, 1.8 basis points compared to last month to 3.141%, 3.417% and 3.796% respectively. The 3y yields particularly had a slight increase of 2.7 basis points to 3,552%.

VBMA's Government Bond Yield Fixing in 3 months



Source: VBMA

VBMA Government Bond Yield Fixing



Source: VBMA

Thank you for reading VBMA's Monthly Bond Market Report. For more information, please contact:

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