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VBMA Activities

MARKET NEWS

Government bond auction results in 1/2021

No.	Bond code	Issuer	Tenor (year)	Auction Date	Offering Value (VND bn)	Bidding Value (VND bn)	Winning Volume (VND bn)	Winning Yield (%/y)
1	TD2126001	STV	5	27/01/2021	1500	4250	1300	1.07
2	TD2131012	STV	10	27/01/2021	4500	8352	3100	2.17
3	TD2151042	STV	30	27/01/2021	1000	1190	565	3.01
4	TD2136025	STV	15	27/01/2021	3000	6781	2531	2.38
5	TD2131012	STV	10	20/01/2021	3750	15008	3750	2.15
6	TD2136025	STV	15	20/01/2021	3750	11739	3750	2.38
7	TD2141038	STV	20	20/01/2021	1000	2400	1000	2.89
8	TD2151042	STV	30	20/01/2021	1500	4325	1500	3
9	TD2131012	STV	10	13/01/2021	2000	10701	2000	2.25
10	TD2141038	STV	20	13/01/2021	1000	2500	1000	2.89
11	TD2136025	STV	15	13/01/2021	2000	8100	2000	2.48
12	TD2151042	STV	30	13/01/2021	1000	2571	1000	3.1

Source: HNX, VBMA Consolidated

Government Bond Payment Schedule in 2/2021

STT	No.	Bond code	Issuer	Tenor (year)	Auction Date	Offering Value (VND bn)	Bidding Value (VND bn)	Winning Volume (VND bn)	Winning Yield (%/y)
1	QH072216	15	12/02/07	12/02/21	1,000	8.8	88	-	-
2	TD1121021	10	22/02/11	22/02/21	1,221	11.5	140	1,221	1,361
3	TD1222012	10	20/02/12	22/02/21	950	11.1	105	-	-
4	TD1323031	10	31/01/13	01/02/21	3,104	9.1	282	-	-
5	TD1525278	10	31/01/15	01/02/21	3,659	6.5	238	-	-
6	TD1530258	15	31/01/15	01/02/21	9,049	7.6	688	-	-
7	TD1621447	5	18/02/16	18/02/21	6,500	6.5	423	6,500	6,923
8	TD1621448	5	25/02/16	25/02/21	8,000	6.3	504	8,000	8,504
9	TD1722378	5	16/02/17	16/02/21	5,072	5.0	254	-	-
10	TD1727396	10	16/02/17	16/02/21	6,136	6.0	368	-	-
11	TD1828113	10	08/02/18	08/02/21	7,750	4.3	333	-	-
12	TD1838132	20	01/02/18	01/02/21	7,565	5.2	393	-	-
13	TD1929178	10	31/01/19	01/02/21	12,750	4.8	612	-	-
14	TD1934188	15	21/02/19	22/02/21	12,300	5.0	615	-	-
15	TP4A0406	15	15/02/06	15/02/21	30	9.3	3	30	33
16	TP4A0706	15	23/02/06	23/02/21	50	9.3	5	50	55
17	TD1727396	10	16/02/17	16/02/21	6,136	6.0	368	-	-
18	TD1727396	10	16/02/17	16/02/21	6,136	6.0	368	-	-

Source: HNX, VBMA Consolidated

STATE TREASURY OF VIETNAM ISSUED VND 23,496 BILLION G-BOND, DECREASING 55% COMPARED TO THE NUMBER OF THE PREVIOUS MONTH

In January 2021, the State Treasury of Vietnam (STV) called for 12 government bond auctions with a total value of VND 26,000 billion VND, VND 37,325 billion less than the amount of December 2020. The total winning value was VND 23,496 billion, equivalent to 90.3% of total winning value. In which, value of 10 and 15 year bonds accounted for 72%, equivalent to winning rate of 90%. In January, the winning interest rates for most tenors did not change much compared to the last issuance, except for the 5-year tenor, the yield of which decreased by about 15 bps.

OUTRIGHT AND REPO TRADING VALUES WERE VND 202,123 BILLION AND VND 101,350 BILLION, DECREASING BY 5.4% AND 6.9% RESPECTIVELY FROM THE PREVIOUS MONTH

At the end of the month, the value of outright transactions was VND 202,123 billion, (-5.4% MoM). Average daily outright trading value reached VND 10,106 billion (+8.76% MoM). The value of repo transactions was VND 101,350 billion, (-6.8% MoM); meanwhile the average daily value of repo transactions increased 7% to VND 5,068 billion / day.

G-BOND INTEREST RATE TRADED ON THE SECONDARY MARKET DECREASED FROM 6 TO 12 BPS FOR SEVERAL TENORS THAT ARE LONGER THAN 10 YEARS.

According to data from the Market Makers of VBMA, the average monthly yield of government bonds that are tenors of more than 10 years decreased from 6 to 12 bps, while the yield of bonds 5-year and 7-year bond slightly increased by 1 - 3 bps.

VBMA ACTIVITIES IN JANUARY

VBMA coordinates and supports the Ministry of Finance to organize a seminar on disseminating Decree No. 153/2020 / ND-CP

VBMA coordinates with and supports the Ministry of Finance to organize a seminar on Decree No. 153/2020 / ND-CP on the private offering and trading of corporate bonds in the domestic market and the offering of corporate bonds to the international market and Circular No. 122/2020 / TT-BTC guiding the information disclosure and reporting standard according to the provisions of Decree No. 153/2020 / ND-CP and disseminating Decree No. 155 / 2020 / ND-CP on issuing corporate bonds to the public. The seminar was held at 13:30 on January 26, 2021 at Ho Chi Minh city Stock Exchange 16 Vo Van Kiet, District 1, HCM City.

VBMA held a meeting with VBMA members to agree on a number of issues in the Outright trading room

At 14:30 on Wednesday, January 13, 2021, VBA held a meeting among Outright trading room members to discuss about (1) the minimum trading volume for the year 2021, (2) net-off transactions and sanctions for violations, (3) Re-signing of the MMA 2021 agreement.

In January 2021, VBMA collected comments of its members on some of the following draft.

HNX's trading regulation was issued according to Decision 770 / QD-HNX: VBMA has discussed with the Ministry of Finance about shortcomings and difficulties that members encounter when trading under the new regulations and transaction fees on HNX as well as other fees at VSD and proposed to reduce transaction fees to support members in the context of the current low interest rate environment.

VBMA held a meeting of the Executive Board of the Vietnam Bond Market Association and elected its chairman.

In the meeting, the Executive Committee approved the personnel proposal to appoint Mr. Nguyen Thanh Tung – Deputy CEO of the Joint Stock Commercial Bank for Foreign Trade of Vietnam (Vietcombank) as Member of VBMA Executive Committee and Chairman of VBMA, replacing Ms. Nguyen Thi Kim Oanh – Deputy CEO of Vietcombank – due to the internal assignment at Vietcombank

SeABank becomes a market maker of VBMA when entering into a market maker agreement for Repo transactions.

On February 8, 2021, SeABank Bank officially became a market maker of VBMA when participating in the MMA agreement for repo transactions. This agreement has been implemented since June 1, 2020. Up to now, the Repo Trading Market Creation Agreement has 11 market makers.

Several documents that have been issued in January 2021:

- Decree No. 153/2020/ND-CP dated December 31 2020 on prescribing private placement and trading of privately placed corporate bonds in domestic market and offering of corporate bonds in international market.
- Decree No. 155/2020/ND-CP dated December 31 2020 providing guidance on Securities Law.
- Decree No. 156/2020/ND-CP dated December 31 2020 on penalties for administrative violations against regulations on securities and securities market.
- Decree No. 158/2020/ND-CP dated 31 December 2020 on derivatives and derivatives market.
- Circular No. 119/2020/TT-BTC regulating securities registration, depository, clearing and settlement activities
- Circular No. 120/2020/TT-BTC regulating the trading of listed stocks, transaction registration and fund certificates, corporate bonds, guaranteed warrants listed on the stock exchange
- Decision No. 770/QĐ-SGDHN dated 30 December 2020 of Hanoi Stock Exchange issuing procedures concerning transaction of government debt instruments, government-guaranteed bonds issued by Vietnam Development Bank and local government bonds.
- Circular No. 119/2020/TT-BTC regulating securities registration, depository, clearing and settlement activities
- Circular No. 107/2020/TT-BTC dated 21 December 2020 of the Ministry of Finance providing guidance on repo transactions of government bonds from temporarily idle state budget of Vietnam State Treasury.
- Circular No. 118/2020/TT-BTC dated 31 December 2020 of the Ministry of Finance providing guidance on several points of offering, issuing stocks, public offering, repurchasing stocks, registering as public companies and abolishing the status of public companies.
- Circular No. 121/2020/TT-BTC dated 31 December 2020 of Ministry of Finance regulating operation of securities companies

Thank you for reading this issue of VBMA monthly newsletter
If you want to sign up to receive this newsletter, please contact us at:

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We would like to thank you for your contribution

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