

VBMA NEWSLETTER

FEBRUARY AND MARCH 2021



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MARKET NEWS

Government bond auction results in March 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	TD2128007	STV	7	03/03/2021	750	2632	750	1.45
2	TD2136025	STV	15	03/03/2021	2500	5350	0	-
3	TD2131012	STV	10	03/03/2021	2500	6751	0	-
4	TD2141038	STV	20	03/03/2021	500	910	60	2.89
5	TD2136025	STV	15	10/03/2021	2000	4100	1000	2.45
6	TD2128007	STV	7	10/03/2021	1000	2362	1000	1.46
7	TD2131012	STV	10	10/03/2021	2000	5051	1050	2.22
8	TD2126001	STV	5	10/03/2021	1000	2100	600	1.06
9	TD2128007	STV	7	17/03/2021	1000	1181	31	1.45
10	TD2126001	STV	5	17/03/2021	1000	1400	0	-
11	TD2136025	STV	15	17/03/2021	2000	3800	1000	2.48
12	TD2131012	STV	10	17/03/2021	2000	4651	1000	2.25
13	TD2151042	STV	30	17/03/2021	500	1150	150	3.05
14	TD2141038	STV	20	24/03/2021	500	1045	0	-
15	TD2136025	STV	15	24/03/2021	2000	4800	0	-
16	TD2131012	STV	10	24/03/2021	2000	5651	1000	2.27
17	TD2126001	STV	5	24/03/2021	1000	3050	1000	1.08
18	TD2136025	STV	15	31/03/2021	2000	3800	1000	2.5
19	TD2151042	STV	30	31/03/2021	500	953	103	3.05
20	TD2131012	STV	10	31/03/2021	2000	4701	1500	2.3
21	TD2126001	STV	5	31/03/2021	1000	2650	950	1.1

Sources: HNX, VBMA consolidated

Government bond auction results in Feb 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	24/02/2021	500	2500	500	1.03
2	TD2151042	STV	30	24/02/2021	500	1435	135	3.01
3	TD2131012	STV	10	24/02/2021	2500	5901	0	-
4	TD2136025	STV	15	24/02/2021	2500	4250	0	-
5	TD2151042	STV	30	17/02/2021	500	900	0	-
6	TD2141038	STV	20	17/02/2021	500	900	0	-
7	TD2131012	STV	10	17/02/2021	2500	7001	1500	2.17
8	TD2136025	STV	15	17/02/2021	2500	5200	1300	2.4
9	TD2131012	STV	10	03/02/2021	3000	7451	0	-
10	TD2141038	STV	20	03/02/2021	1000	1080	80	2.89
11	TD2136025	STV	15	03/02/2021	2000	5700	0	-

Sources: HNX, VBMA consolidated

Government Bond Payment Schedule in 4/2021

No.	Bond code	Tenor (year)	Issuer	Repayment date	Auction Date	Offering Value (VND bn)	Bidding Value (VND bn)	Winning Volume (VND bn)	Winning Yield (%/y)
1	QH072219	15	19/04/2007	19/04/2021	1000.0	7.6	76.0	-	-
2	TD1621453	5	07/04/2016	07/04/2021	5177.0	6.4	331.3	5177.0	5508.3
3	TD1621454	5	21/04/2016	21/04/2021	4853.5	6.4	310.6	4853.5	5164.1
4	TD1621455	5	28/04/2016	28/04/2021	6300.0	6.3	396.9	6300.0	6696.9
5	TD1631462	15	14/04/2016	14/04/2021	6289.0	7.6	478.0	-	-
6	TD1722380	5	04/05/2017	14/04/2021	5543.0	5.2	288.2	-	-
7	TD1732403	15	27/04/2017	27/04/2021	5800.0	6.7	388.6	-	-
8	TD1747411	30	07/04/2017	07/04/2021	5665.0	7.8	441.9	-	-
9	TD1747430	30	20/04/2017	20/04/2021	5879.2	7.6	446.8	-	-
10	TP1A1406	15	05/04/2006	05/04/2021	100.0	9.25	9.3	100.0	109.3
11	TP4A1006	15	06/04/2006	06/04/2021	100.0	9.25	9.3	100.0	109.3
12	TP4A1206	15	18/04/2006	19/04/2021	80.0	9.25	7.4	80.0	87.4
13	TP4A1306	15	19/04/2006	19/04/2021	40.0	9.25	3.7	40.0	43.7

Sources: HNX, VBMA consolidated

VIETNAM STATE TREASURY ISSUED VND29,750 BILLION GOVERNMENT BONDS IN MARCH 2021, ACCUMULATED VND39,205 BILLION IN QUARTER I / 2021.

In March, the STV called for 21 government bond auctions with a total offering value of VND29,750 billion, total bidding value was VND68,088 billion, of which the winning value was VND12,194 billion, equivalent to the winning rate of 41%. The 2 tenors with the highest volume called for auction are 10-year tenor and 15-year tenor (VND10,500 billion per tenor), the winning value accounted for 43% of the offering value (10-year tenor) and 28% of the offering value (15-year tenor). The two tenors with the highest winning rate (64-65%) were 5-year and 7-year tenor. The bond yield slightly increased by about 3-5 bps at all tenors, except 30-year tenor.

OUTRIGHT AND REPO TRADING VALUE REACHED VND167,007 BILLION AND VND72,512 BILLION, RESPECTIVELY, INCREASED BY 56.9% AND 9.1% COMPARED TO THE PREVIOUS MONTH.

At the end of March 2021, the value of Outright transactions reached VND167,007 billion, increased by 56.9% compared to February 2021. Average daily outright trading value was VND7,261 billion, increased by 2.3% compared to the previous month. The value of repo transactions was VND72,512 billion, increased by 9.1%; while the average daily value of the repo transaction dropped by 28.9% to VND3,153 billion/day.

G-BOND YIELD TRADED ON THE SECONDARY MARKET INCREASED SLIGHTLY BY 11-14 BPS AT TENORS FROM 7-YEAR TO 20-YEAR.

According to data from the Market Makers of VBMA, the average monthly yield of government bonds increased slightly at all tenor in March, up 11-14 basis points on average for tenors of 7-year, 10-year, 15-year and 20-year.

THE TOTAL VALUE ISSUED ON THE CORPORATE BOND MARKET WAS VND8,035 BILLION IN MARCH AND VND25,108 BILLION IN 1ST QUARTER 2021

According to data published on HNX and SSC, in March 2021, there were 19 corporate bond issues with a total value of VND8,035 billion. Of which, the volume of corporate bond private placement was VND5,175 billion (accounting for 64% of total issued value with 17 issuances), the public issuance value was VND2,860 billion (with 2 issuances). Real estate sector continued to take the lead of sectors with highest issuing value of VND5,460 billion (equivalent to 68%), followed by Energy sector, in which, Dakpsi Hydropower Company issued 1000 billion VND of 10-year bonds in March. In the first Quarter 2021, there were 55 corporate bond issuance with total value of VND25,108 billion.

VINGROUP ISSUING VND4,375 BILLION CORPORATE BONDS TO PUBLIC IN 1ST QUARTER/2021

Vingroup issued VND 1,515 billion bonds at the first phase of issuance plan on January 19, 2021, issued VND2,860 billion bonds, at 2nd phase on March 11, 2021, in the plan of issuing nearly VND 7,000 billion to increase capital for VinFast and VinSmart. The issued bonds had the tenor of 3-year, the coupon rate of 9.7%/year in the first year and pay interest every 3 months.

VBMA RECENT ACTIVITIES (IN FEB AND MARCH 2021)

VBMA held a meeting with members to collect opinions about the problem when executing Decision 770/QĐ-SGDHN of Hanoi Stock Exchange.

At 14h30 on 02/03/2021, VBMA held a meeting with members, thereby collecting the members' opinions about the main problems when executing Decision 770 of the Hanoi Stock Exchange on the issuance of the Regulation on trading of Government debt instruments, Government-guaranteed bonds and municipal bonds, and discussing solutions to solve the above problems.

VBMA held meeting with Members to agree on some contents on the MMA for FX Swaps Trading.

At 15:00 on March 17, 2021, VBMA held a meeting with the members expected to sign the Market Maker Agreement for FX Swaps trading to (1) ask for advice from the SBV on the execution of the MMA for FX Swaps trading (2) agree on the terms of transaction process in MMA.

VBMA coordinated and supported the Ministry of Finance to construct the Vietnam Bond Market Annual Report 2020.

In March, VBMA supported the Ministry of Finance to collect opinions of members about the content of the Vietnam Bond Market Annual Report 2020, construct the layout and content of the report to submit to the Ministry of Finance.

In February and March 2021, documents sent to members by VBMA for comment collection include:

- Draft Circular guiding some articles of Decree No.158/2020/ND-CP dated December 31st, 2020 of the Government on derivatives and derivatives market
- Draft Circular amending and supplementing some articles of Circular No.40/2011/TT-NHNN regulating the issuance of license and organization, operation of commercial banks, foreign banks branches, representative offices of foreign credit institutions, other foreign organizations performing banking activities in Vietnam
- The Master Agreement for repurchasing Government bond under Circular 107/2020/TT-BTC guiding the repurchase of Government Bond from the temporarily idle State budget of the State Treasury. In order to implement the Circular, the State Treasury of Vietnam.
- Draft Circular on annulment of certain legislative documents in the field of Banking Finance

VBMA UPCOMING EVENT

VBMA WILL HOLD ANNUAL MEETING IN MAY 2021

On May 7, 2021, VBMA will hold 2021 Annual Meeting. This is an important annual event of VBMA with the participation of members and many guests from the Ministry of Finance, State Bank of Vietnam, State Securities Commission, Hanoi Stock Exchange, Securities Depository Center, ... and many domestic and foreign organizations. The 2021 Annual Meeting program includes:

- (1) Summary activities report in 2020 and Action plan for 2021
- (2) Ceremony of launching of the new official website of VBMA
- (3) Announcement on Handbook of Corporate Bond Issuance
- (4) 2020 VBMA Best Bond Award Ceremony for Market Makers in Outright and Repo Transactions.
- (5) Seminar on Vietnam Bond Market Outlook 2021

VBMA WILL ORGANIZE A TRAINING COURSE ON CORPORATE BOND ISSUANCE IN MAY 2021

In May, VBMA will organize a "Issuing Corporate Bonds in Vietnam" training course to introduce the necessary experience and knowledge in implementing the Corporate Bond Issuance Process in Vietnam.

The training course is scheduled to take place on May 11-12, 2021 at Pan Pacific Hotel Hanoi, No. 1 Thanh Nien Street, Tay Ho District, Hanoi.

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

info@vbma.org.vn

We would like to thank you for your contribution

Vietnam Bond Market Association

Floor 17, Gelex Tower, 52 Le Dai Hanh Street, Hanoi Phone: (84-24) 39748781 Fax: (84-4) 39748782

www.vbma.org.vn