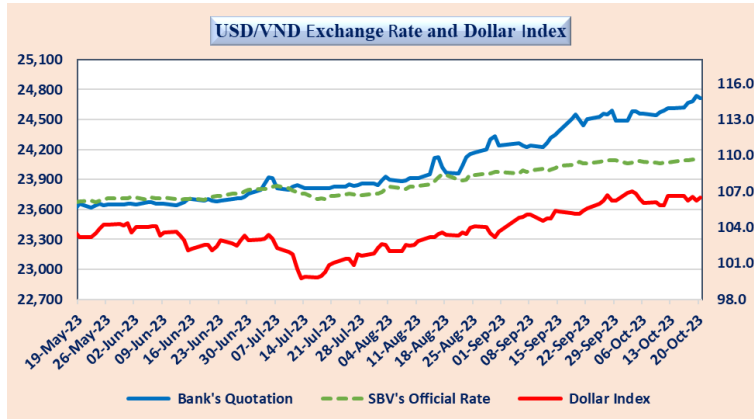


## FOREIGN EXCHANGE MARKET

### INFOGRAPHIC



### MARKET HIGHLIGHTS

**USD/VND exchange rate surged remarkably last week.**

In the past week, USD/VND exchange rate surged strongly, which was mainly due to the high demand of greenback in local foreign market. Specifically, USD/VND exchange rate opened the week at 24,280 – 24,620 levels then surged 120 dong to 24,400 – 24,740 levels before closed at 24,370 – 24,710 levels, noting 100 dong higher than the previous week close. This makes the depreciation of the dong against U.S. dollar by far noted about 4%.

In line with local market movement, SBV adjusted the central rates following the increase trend. The core rate opened at 24,089 and closed the week at 24,110 levels. In term of SBV's central rate, dong noted the depreciation of nearly 2.1% against U.S. dollar compared to last year's end.

**The country recorded US\$22.56 billion trade surplus by mid-October.**

According to Vietnam Customs Department, the export volume in the first half of October recorded US\$14.18 billion while import turnover hit US\$12.84 billion, noted a trade surplus of US\$1.34 billion. In consolidation, the country has earned US\$272.75 billion from exports while spent US\$250.19 billion on importing goods, bringing the trade balance to US\$22.56 billion surplus by the middle of October 2023.

USD/VND Exchange rate	As of 20/10/2023	Δ MoM	Δ YoY	Δ YTD
SBV's Official rate	24,110	0.13%	1.81%	2.11%
SBV's Ceiling rate	25,316	0.13%	3.78%	2.11%
SBV's Floor rate	22,905	0.13%	-0.29%	2.11%
Bank's Quotation	24,370 - 24,710	0.88%	0.32%	4.13%

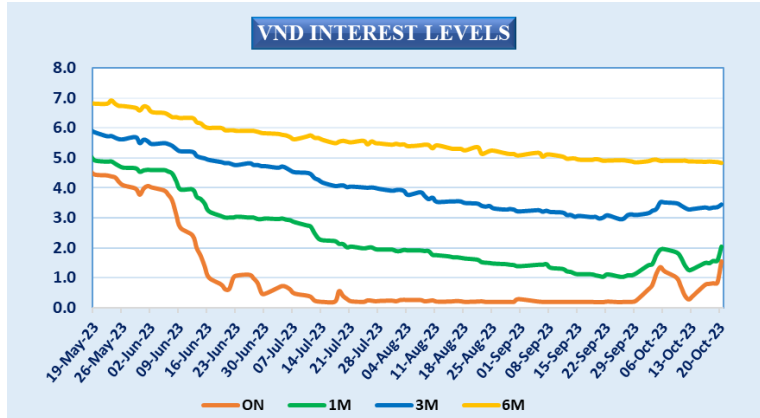
FDI (As of 20 Sep 2023)	Volume (US\$ Bio)	Δ YoY
Registration	20.21	+7.7%
Disbursement	15.91	+2.2%

Trade balance (As of 15 Oct 2023)	Volume (US\$ Bio)	Δ YoY
Export	272.75	-8.1%
Import	250.19	-13.7%
Trade balance	22.56	-

Sources: SBV, Vietnam's Government etc.

## MONEY MARKET

### INFOGRAPHIC



#### VND Interest Levels as of 20/10/2023

O/N	1 Week	1 Month	3 Months
0.8-1.3%	1.3-1.8%	2.5-4.5%	3.5-5.5%

#### Primary Bond Market (16-20/10/2023) (Unit: VND Bio)

Term	Offer	Register	Wining	Yields	Δ vs Last Session
5Y	1,000	1,820	1,000	1.65%	+0.01%
10Y	1,500	2,451	750	2.40%	+0.02%
15Y	2,000	2,500	1,000	2.63%	+0.02%
20Y	500	25	25	3.05%	+0.30%
<b>Total</b>	<b>5,000</b>	<b>6,796</b>	<b>2,775</b>		

#### Open Market Operation (16-20/10/2023) (Unit: VND Bio)

Types	Winning Amount	Term	Outstanding as of 20/10/2023
Reverse Repo	0	-	0
SBV's Bills	55,900	28	241,598

Sources: SBV, Refinitiv, HNX etc.

### MARKET HIGHLIGHTS

*Dong interest rates inched up in the interbank market last week.*

VND interest rates slightly inched up last week for all tenors especially for short terms. This was due to the reduce in market liquidity after surplus dong was withdraw from the market by SBV on the open market operations. Specifically, O/N and 1W interest rates inched up to 0.8-1.3% and 1.3-1.8% respectively. The interest rates for longer tenors stayed at 2.5-4.5% levels for 1M and 3.5-5.5% levels for 3M.

On the open market operations, SBV continuing issuing T-bills for tenor 28 days with total newly issuing amount of VND55.9 trillion. The interest rate slightly inched up 20bps-30bps to the range of 1.0%-1.45%. This makes the total bills outstanding of VND241.6 trillion.

*Vietnam State Treasury (VST) mobilized nearly VND2.8 trillion last week.*

Last week, VST called bond bidding for 5-y to 20-y term with the total volume of VND5.0 trillion. In which, VND1.0 trillion was call for 5-y, VND1.5 trillion for 10-y, VND2.0 trillion was called for 15-y and VND500 billion for 20-y. The bidding amount was 1.3 times over the offered one. Finally, VST raised the total amount of nearly VND2.8 trillion for the above tenors. The winning yield increased 1-30 bps for all tenors compared to the previous sessions.

## BRIEF ECONOMIC NEWS



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- Vietnam's real GDP is expected to grow at 4.7 per cent this year, according to the October 2023 report by the International Monetary Fund (IMF) on Asia and the Pacific region. IMF's projection for Vietnam's real GDP growth for 2024 and 2025 were 5.8 per cent and 6.9 per cent, respectively. The Southeast Asian economy's economic performance this year has put it in a middle-of-the-pack position, behind major economies such as China (5 per cent), and India (6.3 per cent) but ahead of peer economies such as Malaysia (4.0 per cent) and Thailand (2.7 per cent). (Source: Vietnam News).

- Export prices of Vietnam's 5% and 25% broken rice have risen to US\$633 and US\$618 per ton, respectively, higher than those of its rivals from Thailand and Pakistan. According to the Vietnam Food Association, export prices of Vietnam's 5% and 25% broken rice have recently increased by US\$10 and US\$5 per ton compared to the beginning of this month. Meanwhile, the price of Thailand's 5% broken rice for export rose by US\$1 to US\$582 per ton, and 25% broken rice price declined by US\$1 to US\$532 per ton. Each ton of Vietnamese 5% broken rice is US\$51 higher than that of Thailand, while the Vietnamese 25% broken rice price is US\$86 higher than Thailand's the same product. The higher demand in the Asia and African markets is attributed to the rebound of the rice export prices, said the rice exporters. (Source: The Saigon Times).

- Statistics from the General Department of Customs showed that in September alone, Vietnam imported over 826,319 cubic meters of fuel valued at US\$783 million. This represents a 24.7% decrease in volume and a 21% decline in value compared to the previous month. In the first nine months, Vietnam spent US\$6.65 billion importing eight million cubic meters of fuel, a 23.1% increase in volume but a 2.4% decrease in value against the previous year. The average price of imported gasoline during this period was US\$829 per cubic meter, down 20.7% year-on-year. The three largest fuel suppliers for Vietnam are South Korea, Singapore and Malaysia, accounting for 81% of the total imported volume. (Source: The Saigon Times).