

## Viet Nam

The size of Viet Nam's local currency (LCY) bond market slipped to VND1,241.1 trillion (USD53.6 billion) at the end of December, down 3.9% quarter-on-quarter (q-o-q) but up 4.1% year-on-year. The q-o-q decline was driven largely by the maturation of all outstanding central bank bills during the fourth quarter (Q4) of 2019.

Table 1: Size and Composition of the Local Currency Bond Market in Viet Nam

	Outstanding Amount (billion)						Growth Rate (%)			
	Q4 2018		Q3 2019		Q4 2019		Q4 2018		Q4 2019	
	VND	USD	VND	USD	VND	USD	q-o-q	y-o-y	q-o-q	y-o-y
Total	1,192,004	51	1,291,992	56	1,241,064	54	(4.9)	10.4	(3.9)	4.1
Government	1,082,140	47	1,186,748	51	1,141,009	49	(6.1)	7.9	(3.9)	5.4
Treasury Bonds	898,393	39	955,061	41	978,904	42	0.2	12.8	2.5	9.0
Central Bank Bonds	0	0	71,997	3	0	0	(100.0)	(100.0)	(100.0)	-
State-Owned Enterprise Bonds	183,748	8	159,690	7	162,105	7	1.4	(3.3)	1.5	(11.8)
Corporate	109,863	5	105,244	5	100,055	4	8.8	43.1	(4.9)	(8.9)

(-) = negative, - = not applicable, LCY = local currency, q-o-q = quarter-on-quarter, Q3 = third quarter, Q4 = fourth quarter, USD = United States dollar, VND = Vietnamese dong, y-o-y = year-on-year.

Notes:

1. Bloomberg LP end-of-period LCY-USD rates are used.

2. Growth rates are calculated from an LCY base and do not include currency effects.

Sources: Bloomberg LP and Vietnam Bond Market Association.

New LCY corporate debt issuance totaled VND1.7 trillion in Q4 2019 on declines of 44.8% q-o-q and 86.3% year-on-year. The largest new corporate bond issue during the quarter came from Asia Commercial Joint Stock Bank via a VND1.5 trillion 5-year bond.

Table 2: Local Currency Corporate Bond Issuance in the Fourth Quarter of 2019

Corporate Issuer	Coupon Rate (%)	Issued Amount (VND billion)
Asia Commercial Joint Stock Bank		
5-year bond	7.10	1,500.00
Nui Phao Mining		
3-year bond	10.00	210.00
Vietnam Electric Equipment		
10-year bond	6.95	1.15

VND = Vietnamese dong.

Source: Bloomberg LP.

**Viet Nam's 31 largest LCY corporate bond issuers had aggregate bonds outstanding of VND97.7 trillion at the end of December, accounting for a 97.7% share of the corporate bond stock. Vinhomes, a real estate services firm, continued to hold the top post at the end of Q4 2019 with outstanding bonds of VND12.5 trillion.**

**Table 3: Top 31 Issuers of Local Currency Corporate Bonds in Viet Nam**

	Issuers	Outstanding Amount		State-Owned	Listed Company	Type of Industry
		LCY Bonds (THB billion)	LCY Bonds (USD billion)			
1.	Vinhomes	12,500	0.54	No	Yes	Real Estate
2.	Masan Consumer Holdings	11,100	0.48	No	No	Diversified Operations
3.	Asia Commercial Joint Stock Bank	8,300	0.36	No	No	Banking
4.	Vietnam Joint Stock Commercial Bank for Industry and Trade	8,200	0.35	Yes	Yes	Banking
5.	Vingroup	8,100	0.35	No	Yes	Real Estate
6.	Vinpearl	7,500	0.32	No	No	Hotel Operator
7.	Lien Viet Post Joint Stock Commercial Bank	3,100	0.13	No	Yes	Banking
8.	Bank for Investment and Development of Vietnam	3,050	0.13	Yes	Yes	Banking
9.	Hoang Anh Gia Lai	3,000	0.13	No	Yes	Real Estate
10.	Vietnam Technological and Commercial Joint Stock Bank	3,000	0.13	No	No	Banking
11.	Sai Dong Urban Investment and Development	2,600	0.11	No	No	Real Estate
12.	Ho Chi Minh City Infrastructure Investment	2,470	0.11	No	Yes	Infrastructure
13.	Hoan My Medical	2,330	0.10	No	No	Healthcare Services
14.	Refrigeration Electrical	2,318	0.10	No	Yes	Manufacturing
15.	Vietnam International Commercial Bank	2,203	0.10	No	Yes	Agriculture
16.	Agro Nutrition International	2,000	0.09	No	No	Agriculture
17.	Joint Stock Commercial Bank for Foreign Trade of Vietnam	2,000	0.09	Yes	Yes	Banking
18.	Nui Phao Mining	1,710	0.07	No	No	Mining
19.	Masan Group	1,500	0.06	No	Yes	Finance
20.	Masan Resources	1,500	0.06	No	Yes	Mining
21.	Saigon-Hanoi Securities	1,150	0.05	No	Yes	Finance
22.	SSI Securities	1,150	0.05	No	Yes	Finance
23.	Mobile World Investment	1,135	0.05	No	Yes	Manufacturing
24.	Pan Group	1,135	0.05	No	Yes	Consumer Services
25.	TTC Education Joint Stock Company	951	0.04	No	No	Education Services
26.	Sai Gon Thuong Tin Real Estate	870	0.04	No	Yes	Real Estate
27.	Vietnam Bank for Agriculture and Rural Development	760	0.03	Yes	No	Banking
28.	Nam Long Investment	660	0.03	No	Yes	Real Estate
29.	Khang Dien House Trading	534	0.02	No	Yes	Real Estate
30.	An Phat Bioplastics	450	0.02	No	Yes	Manufacturing
31.	Cuu Long Pharmaceutical	450	0.02	No	Yes	Manufacturing
Total Top 31 LCY Corporate Issuers		97,725.9	4.22			
Total LCY Corporate Bonds		100,055.0	4.32			
Top 31 as % of Total LCY Corporate Bonds		97.7%	97.7%			

LCY = local currency, USD = United States dollar, VND = Vietnamese dong.

Notes:

1. Data as of 31 December 2019.

2. State-owned firms are defined as those in which the government has more than a 50% ownership stake.

Source: *AsianBondsOnline* calculations based on Bloomberg LP data.