

Fixed-income Perspectives

SBV returns to net withdrawal as demand eases

SBV returns to withdrawal

In the second week of 2026, the SBV returned to net liquidity withdrawal as pressure in the banking system eased. Specifically, the SBV conducted VND48.68tn in repo operations, while VND88.85tn matured, resulting in a net liquidity withdrawal of VND40.17tn from the banking system.

Interbank rates cool sharply

This week, interbank rates declined sharply across most maturities, with the most pronounced drops observed at the short end of the curve. Specifically, overnight, 1-week, 2-week, 1-month, 3-month, and 6-month rates fell by 510bps, 530bps, 460bps, 275bps, 70bps, and 10bps, respectively, to 3.05%, 3.70%, 4.40%, 5.85%, 7.60%, and 7.60%. In parallel, average trading volume declined sharply by 44.13% WoW to VND782.11tn, reflecting a significant cooling in interbank funding demand.

USDVND edges down

This week, the USDVND rate edged down by 0.08% (22ppts), continuing to demonstrate remarkable resilience even as the US dollar strengthened globally, with the DXY closing at 99.1 (+0.71%) on Friday. On the global front, although the greenback was bolstered by upbeat economic data and safe-haven demand following the U.S. intervention in Venezuela, the USDVND continued to ease amid long-term expectations of a more accommodative Fed policy. Domestically, exchange rate pressure was significantly alleviated by robust year-end remittance inflows and a consistent four-week streak of foreign net buying, with this week's net inflow totaling VND0.63tn (representing 0.4% of HOSE trading value).

Vietnam economic indicators

	Jul-25	Aug-25	Sep-25	Oct-25	Nov-25	Dec-25	Corr.
Disbursed FDI %YoY	10.1	12.5	6.8	11.4	9.5	9.5	-0.16
Retail sales %YoY	8.6	10.4	11.0	7.7	7.7	9.8	-0.16
Export %YoY	16.0	14.5	24.7	17.5	15.1	23.8	-0.05
Import %YoY	17.8	17.7	24.9	16.8	16.0	27.7	0.04
Trade balance (USD bn)	2.3	3.7	2.8	2.6	1.1	-0.7	-0.03
CPI %MoM	0.1	0.0	0.4	0.2	0.5	0.2	-0.03
Credit %YoY	19.8	19.9	20.1	20.3	19.5	17.9	-0.23
USDVND %MoM	0.4	0.6	0.3	-0.4	0.2	-0.3	-0.3
PMI (pts)	52.4	50.4	50.4	54.5	53.8	53.0	-0.09
VNINDEX return (%)	9.2	12.0	-1.2	-1.3	3.1	5.5	1.00

Source: SBV, GSO, Bloomberg, KIS

¹ Correlation to VNINDEX's monthly return

Green = acceleration; yellow = deceleration; red = contraction.

Contents

I. SBV returns to withdrawal.....	1
II. Interbank rates cool sharply	3
III. G-bond yields surge.....	4
IV. USDVND edges down	6
Macro scorecard	8

Research Dept.

researchdept@kisvn.vn

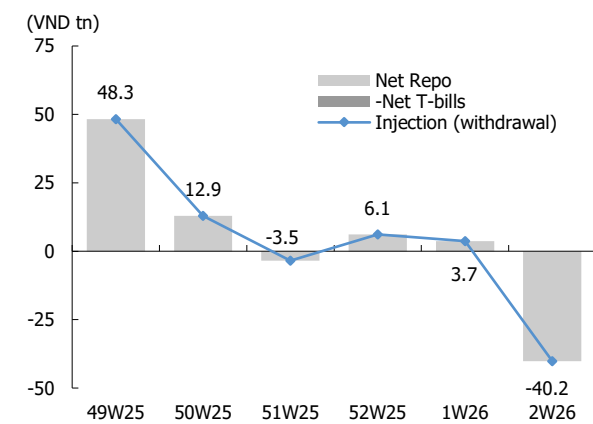
I. SBV returns to withdrawal

SBV withdraws liquidity as pressure subsides

In the second week of 2026, the SBV returned to net liquidity withdrawal as pressure in the banking system eased. Specifically, the SBV conducted VND48.68tn in repo operations, while VND88.85tn matured, resulting in a net liquidity withdrawal of VND40.17tn from the banking system.

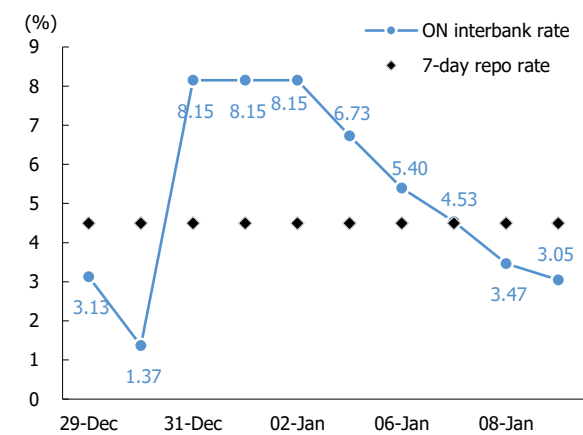
As liquidity pressure in the banking system moderated in the early part of the year, conditions allowed the SBV to withdraw liquidity at a relatively strong pace. Notably, the SBV relied solely on allowing repo contracts to mature naturally, rather than reactivating bill issuance. This approach helped avoid excessive tightening pressure on the interbank market, while also reducing outstanding repo balances, which currently stand at VND340.15tn.

Figure 1. Net injection (withdrawal) of liquidity



Source: SBV, KIS

Figure 2. Interest rate corridor



Source: SBV, KIS

Figure 3. Repo transactions: 7 days tenor

Issue date	Maturity Date	Tenor (days)	Amount (VNDtn)	Yields (%)
5-Jan-26	12-Jan-26	7	11.00	4.50
Total		7	11.00	

Source: SBV, KIS

Figure 4. Repo transactions: 14 days tenor

Issue date	Maturity Date	Tenor (days)	Amount (VNDtn)	Yields (%)
5-Jan-26	19-Jan-26	14	12.40	4.50
6-Jan-26	20-Jan-26	14	2.13	4.50
7-Jan-26	21-Jan-26	14	1.00	4.50
8-Jan-26	22-Jan-26	14	0.89	4.50
Total		14	16.42	

Source: SBV, KIS

Figure 5. Repo transactions: 28 days tenor

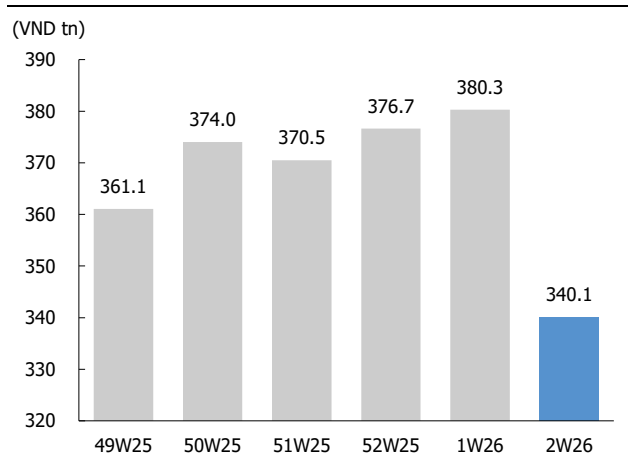
Issue date	Maturity Date	Tenor (days)	Amount (VNDtn)	Yields (%)
5-Jan-26	2-Feb-26	28	7.00	4.50
6-Jan-26	3-Feb-26	28	5.88	4.50
7-Jan-26	4-Feb-26	28	1.00	4.50
8-Jan-26	5-Feb-26	28	0.76	4.50
Total		28	14.64	

Source: SBV, KIS

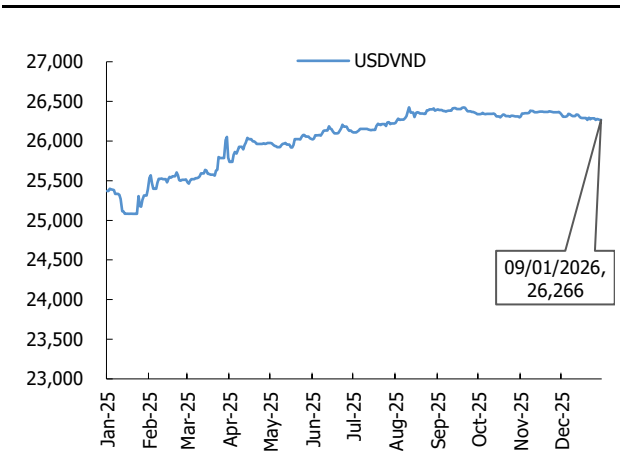
Figure 6. Repo transactions: 91 days tenor

Issue date	Maturity Date	Tenor (days)	Amount (VNDtn)	Yields (%)
5-Jan-26	6-Apr-26	91	2.75	4.50
6-Jan-26	7-Apr-26	91	2.48	4.50
7-Jan-26	8-Apr-26	91	1.00	4.50
8-Jan-26	9-Apr-26	91	0.39	4.50
Total		91	6.62	

Source: SBV, KIS

Figure 7. Outstanding amount of repos

Source: SBV, KIS

Figure 8. USDVNS movement

Source: SBV, KIS

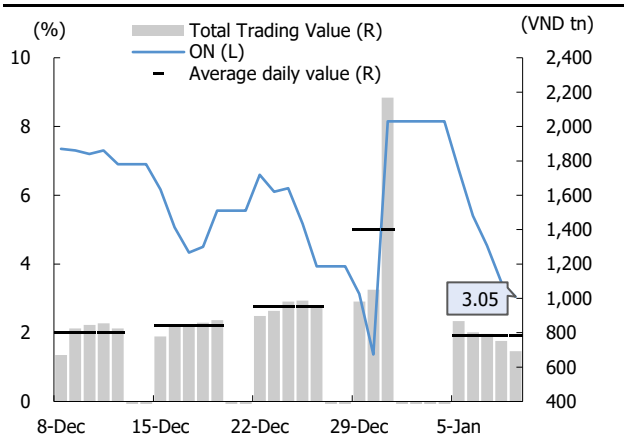
II. Interbank rates cool sharply

Interbank rates ease at the start of the year as demand subsides

This week, interbank rates declined sharply across most maturities, with the most pronounced drops observed at the short end of the curve. Specifically, overnight (ON), 1-week (1W), 2-week (2W), 1-month (1M), 3-month (3M), and 6-month (6M) rates fell by 510bps, 530bps, 460bps, 275bps, 70bps, and 10bps, respectively, to 3.05%, 3.70%, 4.40%, 5.85%, 7.60%, and 7.60%. In parallel, average trading volume declined sharply by 44.13% WoW to VND782.11tn, reflecting a significant cooling in interbank funding demand.

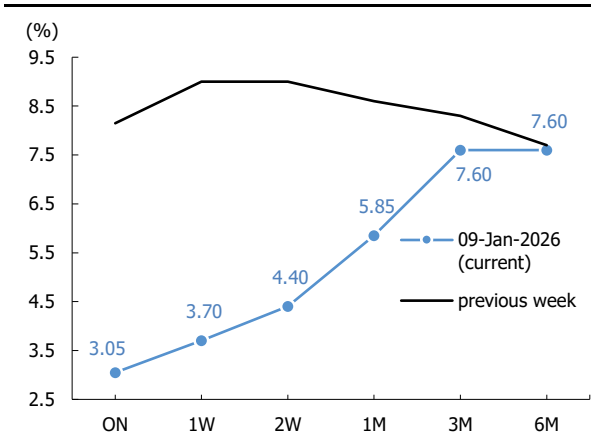
These developments indicate that banks' funding needs in the interbank market have eased markedly following the sharp tightening observed toward the end of 2025, as both rates and trading volumes retreated substantially. Looking ahead, given the ambitious credit growth targets set for 2026, we expect the SBV to continue maintaining stable interbank rates to support banks' business activities and ensure smooth market functioning.

Figure 9. Interbank daily transaction



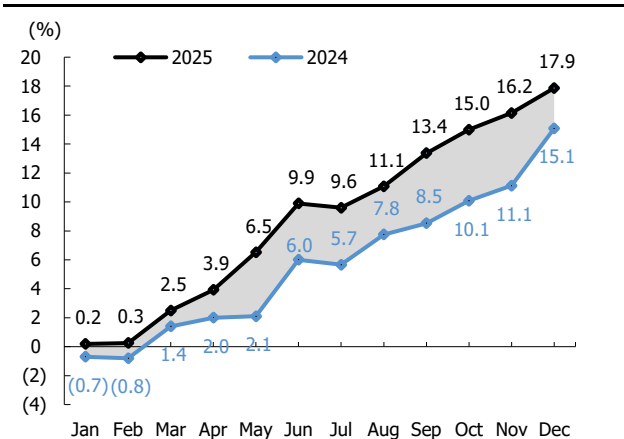
Source: SBV, Bloomberg, KIS

Figure 10. Interbank rate curve



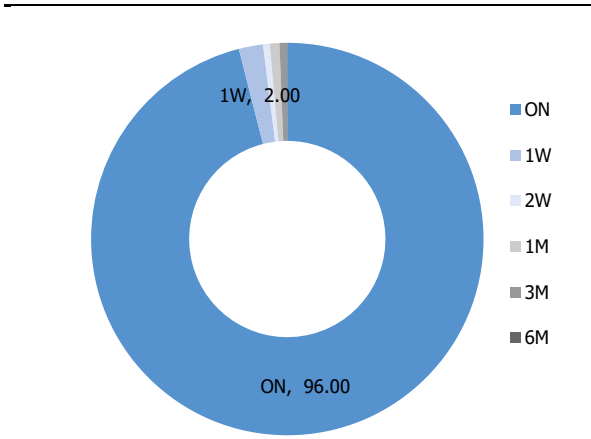
Source: SBV, Bloomberg, KIS

Figure 11. Credit growth by month of the year



Source: SBV, Bloomberg, KISVN
Note: Updated by 24 December, 2025

Figure 12. Interbank transaction structure



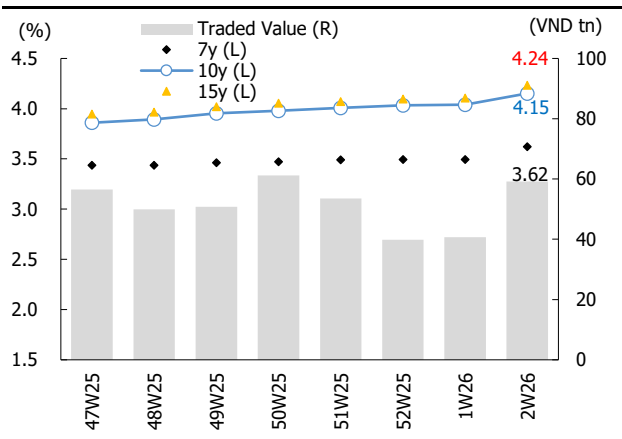
Source: SBV, Bloomberg, KISVN

III. G-bond yields surge

Secondary yields spike across most tenors alongside robust liquidity

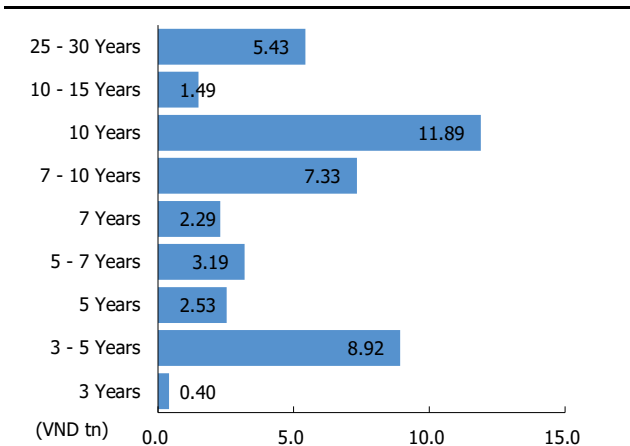
In 2W26, secondary-market G-bond yields recorded a sharp increase across most maturities, accompanied by a significant rise in trading activity. Specifically, actively traded tenors including the 5-year, 7-year, 10-year, 15-year, 20-year, and 30-year surged by 28bps, 13bps, 11bps, 13bps, 15bps, and 14bps to 3.54%, 3.62%, 4.15%, 4.24%, 4.26%, and 4.31%, respectively. Total trading value rose sharply by 45.59% week-on-week to VND59.20tn, with the average trading value per session jumping to VND19.73tn, reflecting a highly active market following the holiday period.

Figure 13. G-bond traded value by week



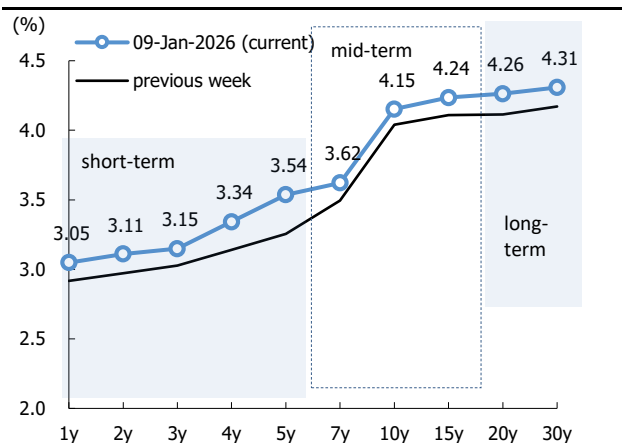
Source: HNX, Bloomberg, KIS

Figure 14. G-bond traded value by tenor



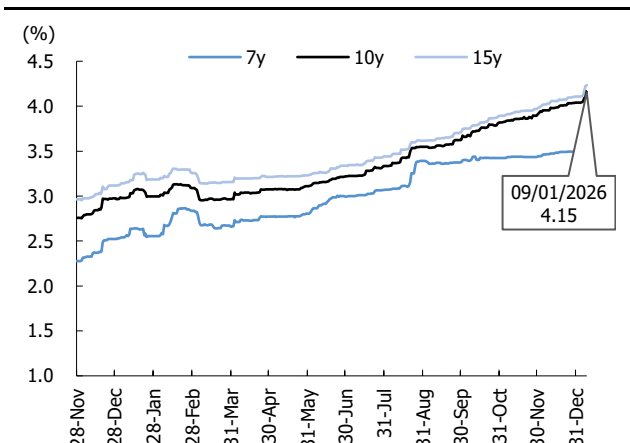
Source: HNX, Bloomberg, KIS

Figure 15. G-bond trading yield curve



Source: HNX, VBMA, KIS

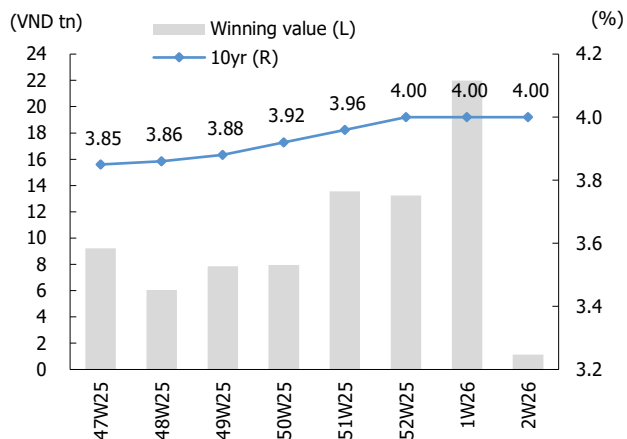
Figure 16. Historical daily government bond yields



Source: HNX, VBMA, KIS

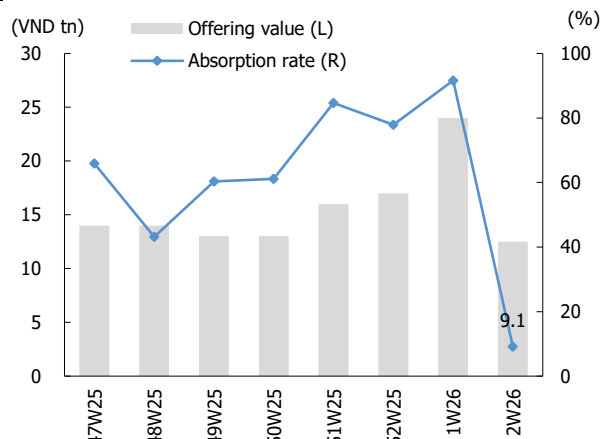
On the primary market, the government has set a total issuance target of VND500tn for 2026. During this week, the 10-year G-bond yield remained unchanged at 4.00%, while the winning value dropped significantly to a minimal VND1.14tn (down 94.82% week-on-week). Nevertheless, after the first two weeks of the year, total winning value has already reached 4.6% of the 2026 plan. This represents a favorable start, outpacing the progress recorded during the same period in 2025. Given the government's aggressive public investment agenda for the year, we expect G-bond issuance to remain on track to meet the annual target.

Figure 17. Weekly winning values



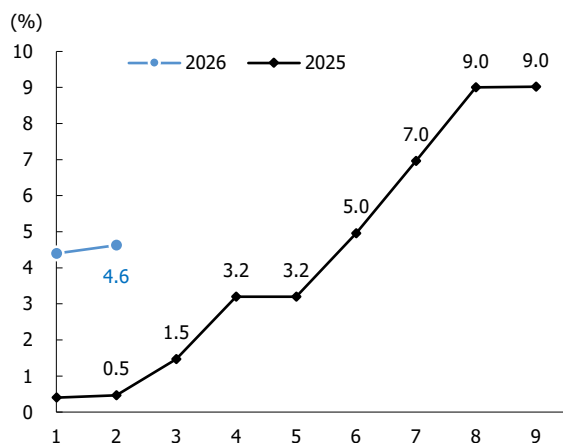
Source: HNX, KIS

Figure 18. Weekly absorption rate



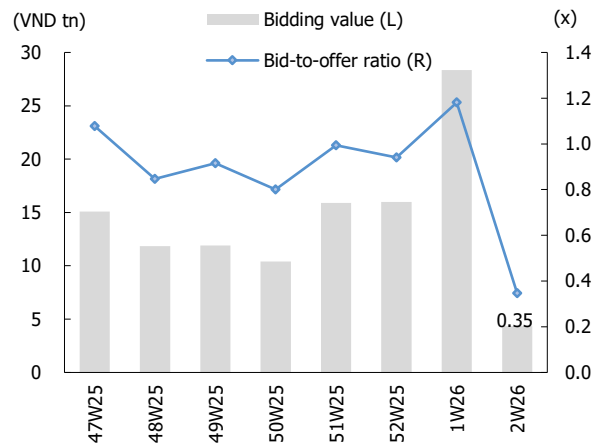
Source: HNX, KIS

Figure 19. Completion ratio by week-of-the-year



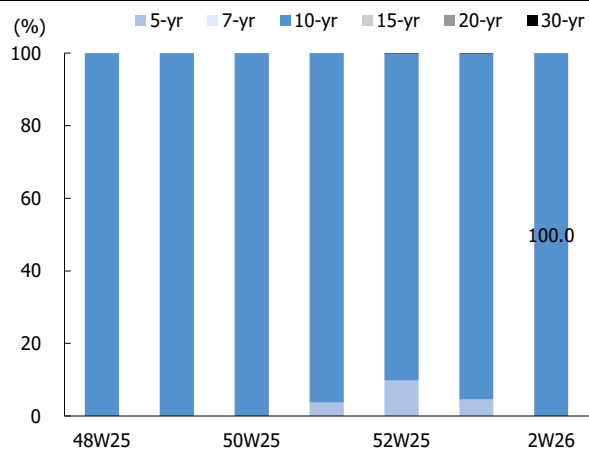
Source: HNX, KIS

Figure 20. Weekly bid-to-offer ratio



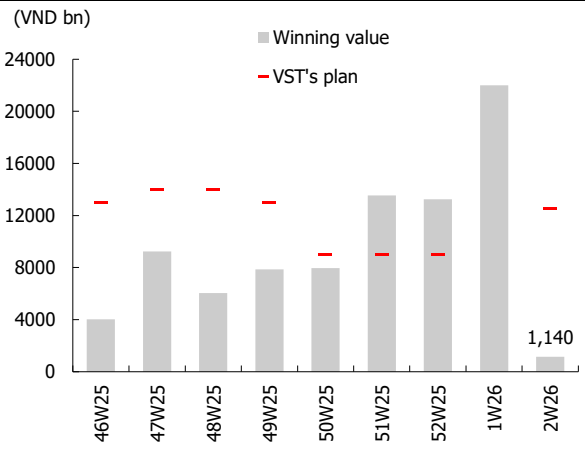
Source: HNX, KIS

Figure 21. Weekly winning G-bond structure



Source: HNX, KIS

Figure 22. Weekly issued amount of G-bond



Source: HNX, KIS

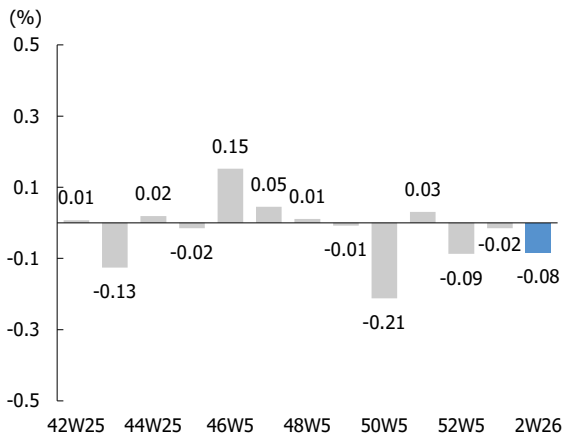
IV. USDVND edges down

USD's strength was bolstered by a combination of upbeat economic data and geopolitical developments-

This week, the USDVND rate edged down by 0.08% (22ppts), continuing to demonstrate remarkable resilience even as the US dollar strengthened globally, with the DXY closing at 99.1 (+0.71%) on Friday. On the global front, although the greenback was bolstered by upbeat economic data and safe-haven demand following the U.S. intervention in Venezuela, the USDVND continued to ease amid long-term expectations of a more accommodative Fed policy. Domestically, exchange rate pressure was significantly alleviated by robust year-end remittance inflows and a consistent four-week streak of foreign net buying, with this week's net inflow totaling VND0.63tn (representing 0.4% of HOSE trading value).

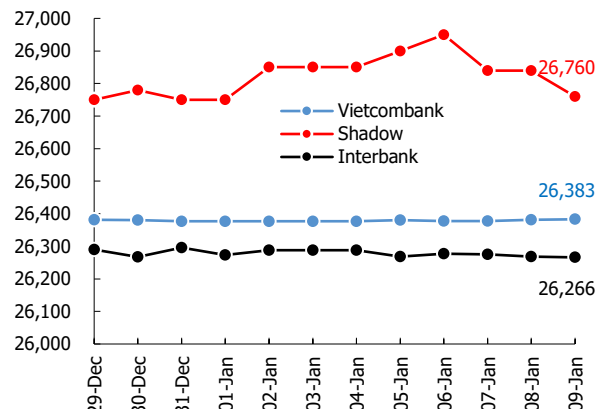
On the FX front, exchange rate movements showed a slight divergence. Vietcombank's USDVND ask rate rose by 0.02% (6ppts), whereas the shadow market bid price fell by 0.34% (90ppts). As of Friday, prices stood at 26,383 (ask) at Vietcombank and 26,760 (bid) on the shadow market.

Figure 23. Weekly USDVND performance



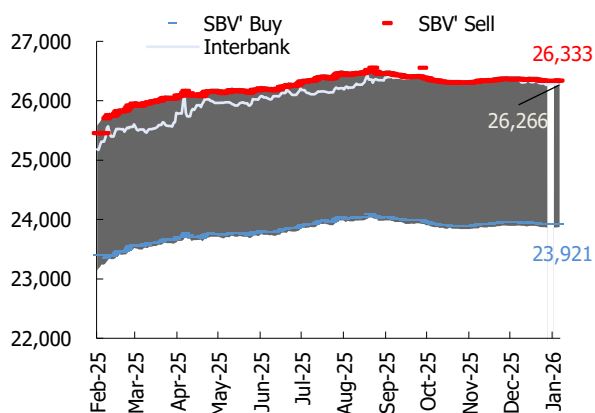
Source: Bloomberg, KIS

Figure 24. VCB & shadow market USDVND spread



Source: SBV, Vietcombank, KIS

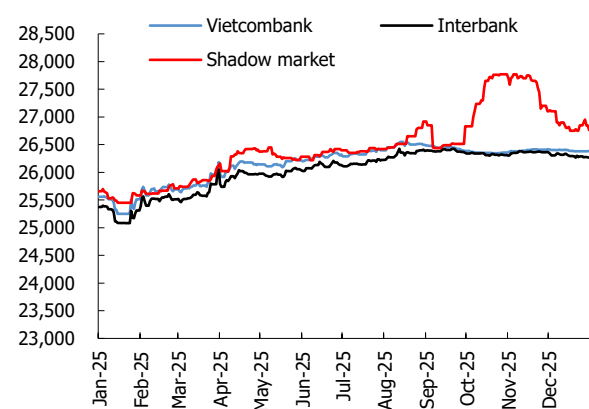
Figure 25. SBV's movement



Source: SBV, Bloomberg, Fiinpro, KIS

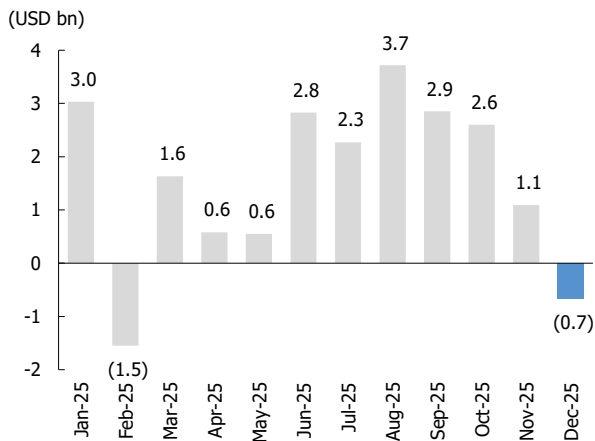
Note: shaded region is the daily trading band. The effective trading band is +/- 5% (the effective date is 17 October, 2022).

Figure 26. USDVND by market



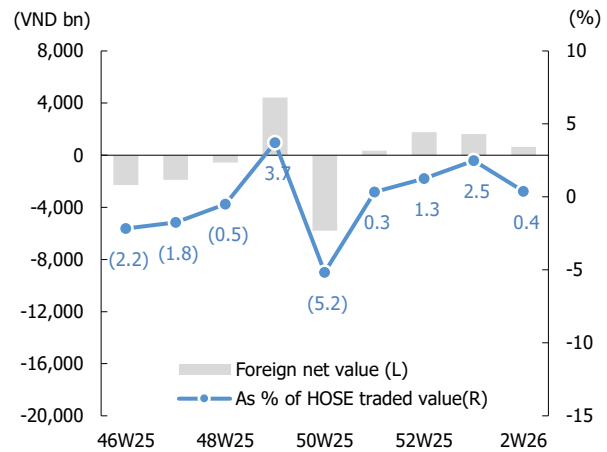
Source: SBV, Bloomberg, KIS

Figure 27. Vietnam's trade balance by month



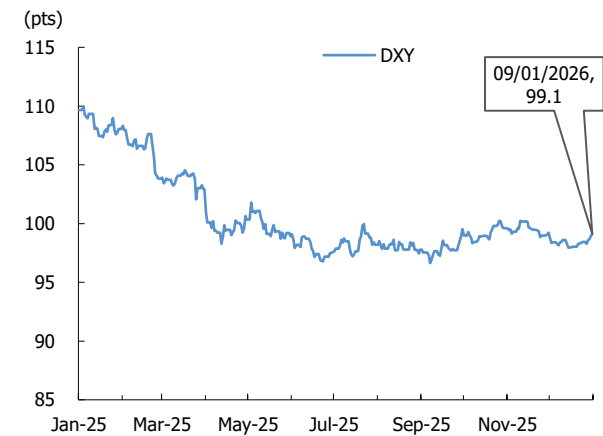
Source: GSO, KIS
Note: Updated until 19 November, 2025

Figure 28. Trading of the foreign bloc in Vietnamese stock market



Source: Fiinpro, KIS

Figure 29. Historical DXY



Source: Bloomberg, KIS

Figure 30. Weekly change of USDVND and peers

		52W25	1W26	2W26	2025 YTD
China	USDCNY	-0.51	-0.25	-0.14	-0.14
EU	USDEUR	-0.53	0.45	0.70	0.93
Mexico	USDMXN	-0.71	-0.04	0.41	-13.42
Vietnam	USDVND	-0.09	-0.02	-0.08	-0.03
Canada	USDCNY	-0.94	0.45	1.31	-3.56
Taiwan	USDTWD	-0.29	-0.10	0.61	-3.90
Japan	USDJPY	-0.75	0.17	0.67	0.92
South Korea	USDKRW	-2.42	0.17	1.02	1.36
Thailand	USDTHB	-1.26	1.41	-0.25	-0.25
DXY	U.S. Dollar Index	-0.59	0.41	0.72	0.82

Source: SBV, Bloomberg
Note: Green = appreciation; yellow = appreciate at slower pace; red = depreciation.

Macro scorecard

	25-Aug	25-Sep	25-Oct	25-Nov	25-Dec	1Q25	2Q25	3Q25	4Q25	2022	2023	2024	2025
Real GDP growth (%)						7.05	8.16	8.25	8.46	8.54	4.98	7.04	8.02
Registered FDI (USD bn)	2.05	2.40	2.98	2.17	4.73	10.98	10.54	7.02	9.88	27.72	36.61	38.23	38.42
GDP per capita (USD)										4,110	4,285	4,700	5,026
Unemployment rate (%)						2.20	2.22	2.21	2.22	2.32	2.26	2.24	2.22
Export (USD bn)	43.39	42.67	42.05	39.07	44.03	102.84	110.62	118.38	126.3	371.85	355.5	405.5	475.0
Import (USD bn)	39.67	39.82	39.45	37.98	44.69	99.68	118.83	120.19	123.1	360.65	327.5	380.8	455.01
Export growth (%)	14.50	24.73	17.48	15.15	23.81	10.64	10.62	18.38	19.96	10.61	-4.4	14.3	17.00
Import growth (%)	17.71	24.88	16.83	16.04	27.69	17.03	18.83	20.19	21.28	8.35	-8.9	16.7	19.40
Inflation (%)	3.24	3.38	3.25	3.58	3.48	3.22	3.31	3.27	3.44	3.15	3.25	3.63	3.31
USDVND	26,345	26,427	26,315	26,365	26,296	25,565	26,121	26,427	26,296	23,650	23,784	25,386	26,296
Credit growth (%)	19.91	19.61	20.25	19.94	17.87	16.3	17.48	19.61	17.87	14.2	13.7	13.8	17.87
10Y gov't bond (%)	3.69	3.76	3.95	4.03	4.19	3.06	3.34	3.76	4.19	5.08	2.39	2.94	4.19

Source: GSO, Bloomberg, FIA, IMF

Global Disclaimer

■ General

This research report and marketing materials for Vietnamese securities are originally prepared and issued by the Research Center of KIS Vietnam Securities Corp., an organization licensed with the State Securities Commission of Vietnam. The analyst(s) who participated in preparing and issuing this research report and marketing materials is/are licensed and regulated by the State Securities Commission of Vietnam in Vietnam only. This report and marketing materials are copyrighted and may not be copied, redistributed, forwarded or altered in any way without the consent of KIS Vietnam Securities Corp..

This research report and marketing materials are for information purposes only. They are not and should not be construed as an offer or solicitation of an offer to purchase or sell any securities or other financial instruments or to participate in any trading strategy. This research report and marketing materials do not provide individually tailored investment advice. This research report and marketing materials do not take into account individual investor circumstances, objectives or needs, and are not intended as recommendations of particular securities, financial instruments or strategies to any particular investor. The securities and other financial instruments discussed in this research report and marketing materials may not be suitable for all investors. The recipient of this research report and marketing materials must make their own independent decisions regarding any securities or financial instruments mentioned herein and investors should seek the advice of a financial adviser. KIS Vietnam Securities Corp. does not undertake that investors will obtain any profits, nor will it share with investors any investment profits. KIS Vietnam Securities Corp., its affiliates, or their affiliates and directors, officers, employees or agents of each of them disclaim any and all responsibility or liability whatsoever for any loss (director consequential) or damage arising out of the use of all or any part of this report or its contents or otherwise arising in connection therewith. Information and opinions contained herein are subject to change without notice and may differ or be contrary to opinions expressed by other business areas or KIS Vietnam Securities Corp. The final investment decision is based on the client's judgment, and this research report and marketing materials cannot be used as evidence in any legal dispute related to investment decisions.

■ Country-specific disclaimer

United States: This report is distributed in the U.S. by Korea Investment & Securities America, Inc., a member of FINRA/SIPC, and is only intended for major U.S. institutional investors as defined in Rule 15a-6(a)(2) under the U.S. Securities Exchange Act of 1934. All U.S. persons that receive this document by their acceptance thereof represent and warrant that they are a major U.S. institutional investor and have not received this report under any express or implied understanding that they will direct commission income to Korea Investment & Securities, Co., Ltd. or its affiliates. Pursuant to Rule 15a-6(a)(3), any U.S. recipient of this document wishing to effect a transaction in any securities discussed herein should contact and place orders with Korea Investment & Securities America, Inc., which accepts responsibility for the contents of this report in the U.S. The securities described in this report may not have been registered under the U.S. Securities Act of 1933, as amended, and, in such case, may not be offered or sold in the U.S. or to U.S. person absent registration or an applicable exemption from the registration requirement.

United Kingdom: This report is not an invitation nor is it intended to be an inducement to engage in investment activity for the purpose of section 21 of the Financial Services and Markets Act 2000 of the United Kingdom ("FSMA"). To the extent that this report does constitute such an invitation or inducement, it is directed only at (i) persons who are investment professionals within the meaning of Article 19(5) of the Financial Services and Markets Act 2000 (Financial Promotion) Order 2005 (as amended) of the United Kingdom (the "Financial Promotion Order"); (ii) persons who fall within Articles 49(2)(a) to (d) ("high net worth companies, unincorporated associations etc.") of the Financial Promotion Order; and (iii) any other persons to whom this report can, for the purposes of section 21 of FSMA, otherwise lawfully be made (all such persons together being referred to as "relevant persons"). Any investment or investment activity to which this report relates is available only to relevant persons and will be engaged in only with relevant persons. Persons who are not relevant persons must not act or rely on this report.

Hong Kong: This research report and marketing materials may be distributed in Hong Kong to institutional clients by Korea Investment & Securities Asia Limited (KISA), a Hong Kong representative subsidiary of Korea Investment & Securities Co., Ltd., and may not otherwise be distributed to any other party. KISA provides equity sales service to institutional clients in Hong Kong for Korean securities under its sole discretion, and is thus solely responsible for provision of the aforementioned equity selling activities in Hong Kong. All requests by and correspondence with Hong Kong investors involving securities discussed in this report and marketing materials must be effected through KISA, which is registered with The Securities & Futures Commission (SFC) of Hong Kong. Korea Investment & Securities Co., Ltd. is not a registered financial institution under Hong Kong's SFC.

Singapore: This report is provided pursuant to the financial advisory licensing exemption under Regulation 27(1)(e) of the Financial Advisers Regulation of Singapore and accordingly may only be provided to persons in Singapore who are "institutional investors" as defined in Section 4A of the Securities and Futures Act, Chapter 289 of Singapore. This report is intended only for the person to whom Korea Investment & Securities Co., Ltd. has provided this report and such person may not send, forward or transmit in any way this report or any copy of this report to any other person. Please contact Korea Investment & Securities Singapore Pte Ltd in respect of any matters arising from, or in connection with, the analysis or report (Contact Number: 65 6501 5600).

Copyright © 2023 KIS Vietnam Securities Corp. All rights reserved. No part of this report may be reproduced or distributed in any manner without permission of KIS Vietnam Securities Corp.

VIET NAM

UYEN LAM, Head of Institutional Brokerage (uyen.lh@kisvn.vn +8428 3914 8585 - 1444)
KIS Vietnam Securities Corporation
3rd floor, 180-192 Nguyen Cong Tru, Nguyen Thai Binh Ward, District 1, Ho Chi Minh City.
Fax: 8428 3821-6898

SOUTH KOREA

YEONG KEUN JOO, Managing Director, Head of International Business Division (ykjoo@truefriend.com, +822 3276 5157)
PAUL CHUNG, Sales Trading (pchung@truefriend.com +822 3276 5843)
27-1 Yoido-dong, Youngdeungpo-ku, Seoul 150-745, Korea
Toll free: US 1 866 258 2552 HK 800 964 464 SG 800 8211 320
Fax: 822 3276 5681~3
Telex: K2296

NEW YORK

DONG KIM, Managing Director (dkim@kisamerica.com +1 212 314 0681)
HOON SULL, Head of Sales (hoonsull@kisamerica.com +1 212 314 0686)
Korea Investment & Securities America, Inc.
1350 Avenue of the Americas, Suite 1110
New York, NY 10019
Fax: 1 212 314 0699

HONG KONG

GREGORY KIM, Managing Director, Head of HK Sales (greg.kim@kisasia.com +852 2530 8915)
Korea Investment & Securities Asia, Ltd.
Suite 2220, Jardine House
1 Connaught Place, Central, Hong Kong
Fax: 852-2530-1516

SINGAPORE

ALEX JUN, Managing Director, Head of Singapore Sales (alex@kisasia.com.sg +65 6501 5602)
CHARLES AN, Sales (alex.jun@kisasia.com.sg +65 6501 5601)
Korea Investment & Securities Singapore Pte Ltd
1 Raffles Place, #43-04, One Raffles Place
Singapore 048616
Fax: 65 6501 5617

LONDON

Min Suk Key, Managing Director (peterkey@kiseurope.com +44 207 065 2766)
Korea Investment & Securities Europe, Ltd.
2nd Floor, 35-39 Moorgate
London EC2R 6AR
Fax: 44-207-236-4811

This report has been prepared by KIS Vietnam Securities Corp. and is provided for information purposes only. Under no circumstances is it to be used or considered as an offer to sell, or a solicitation of any offer to buy. While all reasonable care has been taken to ensure that the information contained herein is not untrue or misleading at the time of publication, we make no representation as to its accuracy or completeness and it should not be relied upon as such. This report is provided solely for the information of professional investors who are expected to make their own investment decisions without undue reliance on this report and the company accepts no liability whatsoever for any direct or consequential loss arising from any use of this report or its contents. This report is not intended for the use of private investors.

Copyright © 2020 KIS Vietnam Securities Corp. All rights reserved. No part of this report may be reproduced or distributed in any manner without permission of KIS Vietnam Securities Corp.