**Weekly information on banking operations (June 19-23, 2017)**

**1. Mobilizing and lending rates:**

**1.1. Mobilizing rates:**

- VND mobilizing rates: The rates were commonly 0.8 - 1% p.a for demand and below 1-month terms, 4.5 - 5.4% p.a for 1-to-6-month terms, 5.4 - 6.5% p.a for 6 to below 12 month terms; and 6.4 – 7.2% p.a for 12 month plus term.

- USD mobilizing rates: The USD mobilizing rates were commonly 0% p.a for individuals and economic institutions**.**

**1.2. Lending rates:**

VND lending rates: Currently, the average rates were commonly 6-7% p.a for short-term loans in priority fields, while state-owned commercial banks offerred rates of 9 – 10% p.a for medium and long-term loans in priority fields. The rates were commonly 6.8% - 9.0% p.a for short-terms, and 9.3% – 11.0% p.a for medium- and long-term ordinary loans. The lending rate for short-term loans was 4-5% p.a, applicable to those customers who have good loan-repayment track records, as well as strong and transparent finances.

- USD lending rates were commonly 2.8% – 6.0% p.a. The rates were 2.8 – 4.7% p.a for short-term and 4.7 – 6.0% p.a for medium- and long-term loans.

The specific lending rates were as follows:

|  |  |  |  |
| --- | --- | --- | --- |
| Groups of commercial banks | Currency | Short term  (% p.a) | Medium and long terms  (% p.a) |
| Group of state-owned commercial banks | - VND applicable to ordinary loans | 6.8-8.5 | 9.3-10.3 |
| - VND applicable to loans for 5 priority sectors | 6.0-7.0 | 9.0-10.0 |
|  | USD | 2.8-4.2 | 4.7-6.0 |
| Group of joint stock commercial  banks | - VND applicable to ordinary loans | 7.8-9.0 | 10.0-11.0 |
| - VND applicable to loans for 5 priority sectors | 7.0 | 10.0-10.5 |
|  | USD | 4.0-4.7 | 5.0-6.0 |

**2. Inter-bank transaction turnover:**

**2.1. Transactions:**

According to reports from credit institutions and foreign bank branches, the total amount of transactions on the inter-bank market reached about VND 176,787 billion while the USD amount was equivalent to VND 72,055 billion.

Most VND transactions were overnight and 1-week terms (accounting for 41% and 35% of the total amount of VND transactions respectively). Transactions in USD were mostly overnight and 1-week terms, accounting for 59% and 19% of the total amount of USD transactions respectively.

**2.2. The average inter-bank interest rates:**

For  VND transactions: the average inter-bank interest rates for below 1 month terms were on upaward trend as compared to the previous week. Specifically, the inter-bank interest rates for overnight, 1-week and 1-month terms increased to 2.43% p.a, 2.69% p.a and 3.6% p.a respectively.

For USD transactions: the average inter-bank interest rates for below 1 month terms were also on upaward trend as compared to the previous week. Specifically, the inter-bank interest rates for overnight, 1-week and 1 month terms increased to 1.24% p.a 1.34% p.a and 1.55% p.a respectively.

The specific average inter-bank interest rates were as follows:

|  |  |  |  |  |  |  |  |
| --- | --- | --- | --- | --- | --- | --- | --- |
| Term | Over night | 1 week | 2 weeks | 1 month | 3 months | 6 months | 9 months |
| VND | 2.43 | 2.69 | 3.12 | 3.60 | 4.77 | 4.74 | 5.20 |
| USD | 1.24 | 1.34 | 1.41 | 1.55 | 1.91 | 2.26 | - |

**3. Forex market:**

The buying and selling VND/USD exchange rate quoted by Vietcombank at the end of the day were on the upward trend at 22,690/22,760 VND/USD (increased by 35 VND/USD for both buying and selling prices as compared to the final trading day of the previous week).

The SBV will continue to conduct synchronous measures and utilize monetary policy tools to stabilize the forex market and foreign-exchange rates within the set band.

**The State Bank of Vietnam**

Translated by Thoa Le