**Developments in Money Market and Inter-bank Market (June 12 - 16, 2023)**

**1. Forex market and exchange rates:**

During the week of June 12 - 16, 2023, the foreign exchange market was relatively stable. On June 12, the buying and selling exchange rates quoted on the website of the Joint Stock Commercial Bank for Foreign Trade of Vietnam (Vietcombank) were at VND 23,300/23,640 per USD, down by 10 VND per USD as compared with the rates of the last working day of the previous week (June 09, 2023). By end of June 16, the exchange rates were quoted at VND 23,360/23,700 per USD, up by 60 VND per USD as compared with the rates of June 12, 2023.

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

**2.1. Transactions:**

According to the reports submitted by the credit institutions and the foreign bank branches, the total amount of transactions in the inter-bank market within the week reached approximately VND 1,153,363 billion, an average of VND 230,673 billion per day, an increase of VND 19,883 billion per day as compared to the previous week (June 05 - 09, 2023); meanwhile the transaction amount in USD was equivalent to VND 332,673 billion, an average of VND 66,535 billion per day, an increase of VND 4,152 billion per day as compared to the previous week.

Most VND transactions were for overnight term and 1-week term, accounting for 88% and 6% of the total amount of VND transactions respectively. The transactions in USD were mostly for overnight term and 1-week term, accounting for 68% and 23% of the total amount of USD transactions respectively.

**2.2. Inter-bank interest rates:**

- For transactions in VND: The average inter-bank interest rates decreased in most of the terms as compared to those of the previous week. Specifically, the average inter-bank interest rates for overnight, 1-week and 1-month terms decreased by 1.74 percentage points, 1.55 percentage points, and 1.27 percentage points respectively, to 1.64% p.a., 1.91% p.a., and 3.58% p.a. respectively.

- For transactions in USD: The average inter-bank interest rates was relatively stable and experienced slight fluctuations around the rates of the previous week. Specifically, the average inter-bank interest rates for overnight, 1-week and 1-month terms were stable at 4.85% p.a., 4.88% p.a., and 5.15% p.a. respectively.

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

                  Unit: % p.a

|  |  |  |  |  |  |  |  |
| --- | --- | --- | --- | --- | --- | --- | --- |
|  | Overnight | 1-week | 2-week | 1-month | 3-month | 6-month | 9-month |
| VND | 1.64 | 1.91 | 2.00 | 3.58 | 5.30 | 7.60 | 8.18 |
| USD | 4.85 | 4.88 | 4.97 | 5.15 | 5.53 | 6.01 | 5.81 |

Translated by LK.