

2020

WEEK 12

14th MAR – 20th MAR

According to JLL, more than **13,000 hectares** of industrial zones in the northern region and **18,000 hectares** in the southern region would be put into operation soon. **Rents** will be waived for the duration of the outbreak.

THE MARKET IS IN AN EMERGENCY



A rescue for the realty market

It takes years for quite a few real estate projects in HCMC to complete the necessary procedures. Some have yet to obtain their site after a decade. According to HoREA, 124 frozen projects have come to life again since March 2019. However, in reality, many of them are not operating normally yet.

(THE SAIGON TIMES)



Real estate market is facing difficulty

The VREA witnessed considerable declines in both supply and transactions. More than 107,000 products were released into the market in 2019, equivalent to only 61.5% of 2018 with 72,000 transactions, equivalent to just 64.7%. In fact, the VREA has proposed the Government develop measures with a focus on credit and tax support. Also, it called for improving the legal framework for new property products so as to aid the property market to overcome the difficulty.

(BAO XAY DUNG)



Unsold real estate inventory surges due to legal obstacles

According to HoREA, the unsold inventory value of listed real estate firms in Ho Chi Minh City last year surged 38% amid legal challenges. The figure rose to USD 9.6 billion, with 30 companies holding an unsold inventory value of over USD 43 million each. The inventory includes units facing legal obstacles and those suspended from trading, resulting in raised costs and possible bankruptcy.

(VN EXPRESS)



Experts are optimistic about industrial property prospects

According to experts, Vietnam was part of a number of free trade deals, which together with the Government's open policies, made Vietnam an increasingly attractive destination to foreign investors. Despite a fall in FDI inflow in February when the novel coronavirus (COVID-19) started to become serious, the potential for industrial land development was huge in the long term.

(VIR)



HCMC suggests halving land lease tax for real estate companies

HCMC has just submitted a proposal to the prime minister to introduce a range of supportive measures to help out the real estate market which has been strongly impacted by the coronavirus. Accordingly, the committee suggested the prime minister consider and permit cutting land lease tax by half for real estate developers in 2020 and 2021.

(VIR)

Intended recipients should consider this material as for reference only. The Information Provider bears no responsibility for any loss related to the use of this information. The information is subject to change without notice. Recipients should obtain their own independent advice.

Singapore Office

Add: Level 11 - Tower 1, Marina Bay Financial Centre,
8 Marina Boulevard, Singapore 018981

Ho Chi Minh City Office

Add: FL 4th - Phuong Long Building
506 Nguyen Dinh Chieu - Dist 3 - Ho Chi Minh City

Ha Noi Office

Add: Room 704 - 7th Floor - Ford Thang Long Building
105 Lang Ha - Dong Da District - Ha Noi