

2020

WEEK 13

21st MAR–27th MAR

According to MOL, The COVID-19 outbreaks also led to shrinking manpower demand with a **decrease of 20-30% on average**, and 40% and 36.7% in HCMC and Hanoi.

VIETNAM GOVERNMENT SUPPORT FOR BUSINESSES



Decrease in Tax payments of Financial and Real Estate Enterprises

Many enterprises that pay tax have been paying a sharply dropping amount in the financial and real estate enterprises. According to HCMC Tax Department, total domestic revenue in two months was VND 51,658 billion, reaching 17.76% of the current appropriation in 2020. Revenue collection from business activities decreased. Revenue collecting from the State economic sector in two months was VND 4,198 billion, 14.72% of the current appropriation estimate, down 7.14% y-o-y.

(Source: Customnews.vn)



How can Vietnam's Real Estate Market brave the Cold

Over the last couple of weeks, the outbreak has become more and more distressing with the rise in confirmed cases in Vietnam. The hardest hit sectors, where immediate impacts can be observed, are hotels, retail, entertainment venues and other tourism-related assets. In the short-term, operators, retailers and owners should sit down to review fixed costs. In the longer term, companies should review budgeting and financial expectations for the next 12-24 months.

(Source: Vietnamnews.vn)



Enterprises need support through Fiscal Policies

From March 17, the SBV also decided to lower its benchmark interest rates to help enterprises and people to access loans. Especially, it is backed by a solid domestic macro-economic foundation consolidated over the years. By cutting benchmark interest rates, including refinancing interest rate and interest rate in the open market operations, the SBV signals its readiness to support credit institutions.

(Source: Sggpnews.org.vn)



Vietnam's hotels suffer huge damage from Coronavirus

According to Savills, Danang and Hoi An are the most affected areas due to a strong reliance on foreign guests as well as a significant number of new hotel openings last year. Numerous properties have occupancy below 10% and are considering temporary closures.

(Source: Theleader.vn)



Hanoi waives Taxes for Enterprises hurt by Covid-19

In the two-month period, over 2,600 household businesses in Hanoi were forced to shut down, and 6,400 others suspended operation, an increase of 22% and 37.8% year-on-year, respectively. Hanoi's Department of Taxation has been providing supporting policies including waiving, lowering and extending tax payment.

(Source: Hanoitimes.vn)

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.