

Expert Group on International Merchandise Trade Statistics First meeting New York, 3-6 December 2007

Country Presentation **Vietnam** 

Item 7: Trade system



### EXPERT GROUP MEETING ON THIRD REVISION OF THE IMTS: CONCEPTS AND DEFINITIONS

New York, 3-6 December, 2007

### **Trade System**

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### Content

- I. GSO Overview
- II. Free zone and customs warehouse
- III. Trade system and coverage of IMTS
- IV. Plan of revision



#### I. GSO overview

- 1. A concentrated statistical system
- 2. Established by the Government in 1956
- 3. Organization
  - GSO headquarter located in Hanoi
  - PSOs located in 64 provinces/cities
  - DSOs belongs to PSO in the districts (about 659).



### I. GSO overview (cont.)

- 4. Legislation determining the functions, responsibilities and authorities of GSO: Statistical Law, Government's Decree (2003)
- 5. Main function and responsibility
  - Managing statistical operations nationwide
  - Organizing statistical activities and providing Socio-Economic statistics
- 6. IMTS are compiled by the Department of Trade, Service and Price Statistics



### I. GSO overview (cont.)

- 7. Two agencies involved to produce the IMTS at national level: GSO and GDC
  - GSO is mandated to compile and disseminate IMTS nationally and internationally
  - GDC is responsible for data collecting based on the customs declaration forms, checking and providing to the GSO and others



### I. GSO overview (cont.)

- 8. Data sources
  - Customs data: main source since 1996, provided by GDC to GSO
  - Enterprise's reports: data are not captured through customs forms: exports/imports of electricity to/from neighboring countries;
     Crude oils are co-mined with Malaysia in the high sea



### **EPZ/industrial zones, customs warehouse and customs control**

#### 1. EPZ/industrial zones in Vietnam

- Establishing in many provinces, allowing to establish by the MPI with customs unit for each one (about 135 zones)
- Attracting FDI and domestic capital
- Creating favorable conditions for domestic and FDI enterprises to produce and do business effectively
- EPZ's enterprises have to export almost their products



### II. EPZ/industrial zones, customs warehouse and customs control (cont.)

#### 2. Customs warehouse

- Establishing in some provinces, especially in big provinces/cities, port cities or provinces have boundary, allowed to establish by the GDC
- Imported goods from foreign countries and exported goods from domestic are stored under customs control



## II. EPZ/industrial zones, customs warehouse and customs control (cont.)

- 3. Customs control
  - Customs control for all goods entering or leaving
  - Goods entering or leaving from foreign countries without duties and taxes.
  - Goods entering or leaving from free circulation have to pay duties and taxes



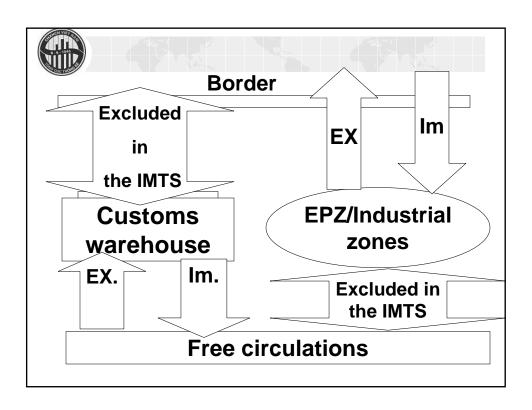
### III. Trade system for Vietnam's IMTS

- 1. Statistical territory do not coincides with the economic territory: some goods enter or leave the economic territory but are excluded in the IMTS
- 2. Before 1998: based on the special trade system (strict definition): goods enter or leave from an EPZ/industrial zone were excluded in the IMTS
- 3. From 1998: Special trade system (relaxed definition) is in use for data compiling.



### III. Trade system (cont.)

- 4. Coverage of IMTS:
- Exports: consist of all domestic goods and re-exports which are exported to the foreign country or into the customs warehouses for subsequent exports.
- Imports: consist of all foreign goods, which are brought into the country directly from oversea or cleared from customs warehouses for home consumption or inward processing and reimports.





### IV. Problem and Plan of revision

- Problems:
- Internationally comparison because many countries, especially ASEAN countries adopted general system for data compilation.
- Actually, almost goods stored in customs warehouse will be cleared for home use



### IV. Plan of revision

- Plan for revision
- ✓ Using the general system for the IMTS compilation from 2009 as UNSD's recommendations
- ✓ All goods entering customs warehouse from oversea should be recorded as imported goods
- ✓ All goods leaving from customs warehouse to oversea should be recorded as exported goods



### IV. Plan of revision

- Plan for revision
- ✓ All goods entering or leaving customs warehouse from free circulation should be excluded in the IMTS
- ✓ To study on revising coverage in conjunction with GDC
- ✓ New statistical regime for GDC will be issued by the Government



# THANK YOU FOR YOUR ATTENTION!