



FDI in services: Data sources and Compilation

Jakarta, Indonesia 7-10/10/2013

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1. Legal base on FDI enterprises

IMF criterion:

A direct investment enterprise is an incorporated or unincorporated enterprise in which a direct investor owns 10 percent or more of the voting power (either directly or indirectly) in the direct investment enterprise.



1. Legal base on FDI enterprises (*cont.*)

According to the Law of Investment of Vietnam:

FDI enterprises: any enterprise established by a foreign investor or a Vietnamese enterprise in which a foreign investor purchases shares.



1. Legal base on FDI enterprises *(cont.)*

How to define “foreign control”:

Based on Business Registration. However According to Law of Investment, Difficulties in identify FDI enterprises because not specify how many percentage of share foreign must own...



1. Legal base on FDI enterprises (*cont.*)

Type of FDI in Vietnam according to the Law of Investment

- FDI enterprises with 100% capital owned by foreign investor
- Joint venture enterprises between domestic-foreign investor
- Contracts BCC, BOT, BTO, BT
- Investment for business development
- Others



2. FDI statistics

At central level:

- Foreign Investment Agency belong to Ministry of Planning and Investment

Agencies involved at central level:

- Foreign Investment Agency (FIA) belong to Ministry of Planning and Investment for managing
- State Bank of Vietnam (SBV) for BOP purposes
- General Statistics Office (GSO) for SNA and disseminating

Data are collected and exchanged among agencies monthly



2. FDI statistics *(cont)*

- At provincial level:
 - Provincial Department of Planning and Investment
 - Provincial Management Board of Industrial Zone
 - Provincial Statistics Offices (PSO)



2. FDI statistics (cont.)

What data are collected:

- FIA:
 - ✓ Inward FDI by sector (VSIC 2007) and by province: number of project; total registered capital; charter capital;
 - ✓ Outward FDI by sector (VSIC 2007) and by partner country: number of project; total registered capital; capital owned by Vietnamese investors



2. FDI statistics (cont.)

What data are collected:

- SBV: Investment incomes; Transfers; capital and finance...
- GSO: performance indicators



3. Collection and compilation on FDI statistics in GSO

- ❖ Data source:
 - ✓ Statistical Regime issued by Prime Minister applying for SoE and FDI enterprises monthly.
 - ✓ Surveys according to the National Statistical Survey Program signed by Prime Minister (5 yearly)
- ❖ Collected Indicator:
 - ✓ Monthly/quarterly: main indicators for business statistics as IIP (industry statistics), retail trade, exports and imports of goods...
 - ✓ Annually survey/census:
 - Annually survey: almost performance indicators
 - Census every 5 years: the same indicators as annual and to add some more indicators on labour (by age/qualification...), ICT uses, financial access...



3. Collection and compilation on FDI statistics in GSO (*cont.*)

Data **collection** from Annual Enterprise Survey

- Conducting from 2002, to collect up-to-date whole statistics performance indicators
- Statistical unit: all FDI enterprises
- Time: 1st April annually
- Data items: performance indicators of previous years
- Data collection by the PSOs
- Data compilation and dissemination by the GSO



3. Collection and compilation on FDI statistics in GSO *(cont.)*

- Indicators:
 - General information (*including tax code provided by business registration office using for all purposes*);
 - Employees and compensation for employees;
 - Asset and capital source;
 - Inventory;
 - Investment capital (*percentage of capital owned by foreign investor*);
 - Turnover



3. Collection and compilation on FDI statistics in GSO (cont.)

- Indicators:
 - Products of industry
 - Other business indicators: constructions, whole sale and retail trade, transportation, finance, insurance, other services activities following VSIC 2007
 - Income and profit
 - Tax and other items payable...



4. FDI and FATS statistics

- The separation out of GATS FATS enterprises from the list of FDI enterprises could be presented using the criterion of over 50% foreign ownership
- The GSO can compile the data of the Inward FATS based on annually data from Enterprise Survey based on the share of foreign capital.
- Outward FATS: no data. Future plan: 2015



Thank you!