Decentralized Trade Support Services for Strengthening the Competitiveness of Vietnamese SMEs

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CHƯƠNG TRÌNH HỖ TRỢ DOANH NGHIỆP NHỎ VÀ VỪA VIỆT NAM DECENTRALIZED TRADE SUPPORT SERVICES FOR VIETNAMESE SMES

Federal Department of Economic Affairs, Education and Research EAER State Secretariat for Economic Affairs SECO



VIETNAM TRADE PROMOTION AGENCY

# Content

Introduction

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# **Objective**

The overall objective of this programme is to sustainably upgrade, at regional and provincial levels, the contribution of SMEs to exports in key priority export sectors through strengthening trade development support services to potential or current SME exporters

# **Regions and Provinces**

#### North

- 1. Hải Phòng
- 2. Quảng Ninh
- 3. Thái Bình
- 4. Nam Định
- 5. Hải Dương
- 6. Hưng Yên
- 7. Ninh Bình
- 8. Hà Nội
- 9. Lạng Sơn
- 10. Vĩnh Phúc
- 11. Lào Cai
- 12. Thái Nguyên
- 13. Yên Bái
- 14. Phú Thọ

#### Central

- 1. Đà Nẵng
- 2. Quảng Nam
- 3. Quảng Ngãi
- 4. Bình Định
- 5. Thừa thiên Huế
- 6. Nghệ An
- 7. Thanh Hóa
- 8. Đak Lăk
- 9. Kon Tum
- 10. Khánh Hòa
- 11. Phú Yên
- 12. Bình Thuận
- 13. Quang Binh

#### South

- 1. Cần Thơ
- 2. Long An
- 3. Tiền Giang
- 4. Bến Tre
- 5. Vĩnh Long
- 6. Trà Vinh
- 7. Đồng Tháp
- 8. Hậu Giang
- 9. Sóc Trăng
- 10. An Giang
- 11. Kiên Giang
- 12. Bac Liêu
- 13. Cà Mau

## **Outcome 1**

EFFECTIVE USE BY PROVINCIAL SMES OF PROFESSIONAL TRADE DEVELOPMENT SERVICES PROVIDED BY STRONG AND SUSTAINABLE REGIONAL TRADE SUPPORT NETWORKS







SMEs <u>receive needed</u> support from Provincial TPOs, TSIs Strengthen the trade supporting capacity of Provincial TPOs, TSIs

Regional Export Development Plans



**Regional Trade Promotion Networks** 

# **Regional Program Consultative Committee Meetings - PCCs**

**Technical Working Groups** 

**Regional Export Development Plans** 

## **Products**

Lychee, Green Tea

North

Pepper, Tuna

**Central** 

Pangasius, Fruits

South

Logistics, Handicrafts

# Regional Export Development Plans (REDPs) are implemented

#### 8 SME priority product/service sectors (set aside Tourism):

- Lychee,
- Green Tea,
- Pepper (North), Tuna (Central),
- Fresh Fruit, Pangasius (South West),
- Handicraft
- Logistics

36 EDPs: 36 SMEs + 33 TPOs/TSIs
40 TPOs, TSIs, and Associations staff (including VIETRADE)
participated in overseas trade fairs, overseas mission

#### **Pictures of Fresh Fruit sector**















## **Base-line Researches**

## Why products/sectors:

- (1) Export Potential Assessment
- (2) Regional Export Development Plans

## Capacity building for Vietrade/TPOs:

- (1) Institutional Assessment
- (2) Mapping Vietrade
- (3) Field trips to Matrade, ThaiTrade

# Highlights

- 235 TPOs, TSIs, and Associations staff (including VIETRADE) and 152 SME staff participated in the various TWGs
- **8 TPOs:** Developing Provincial Trade Promotion Plans 2016-2020



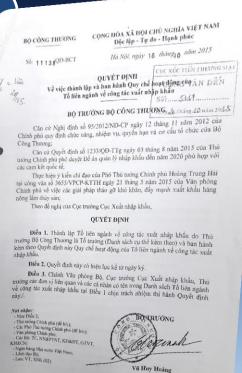
## Outcome 2

## A STRONGER NATIONAL TRADE SUPPORTING ENVIRONMENT IS FACILITATING SME EXPORTS

# Output 2.1: An Export Development Consultative Group is established

MoIT established the Interdisciplinary Group on Export and Import Issues (IGEI) at the inter-ministerial level through MoIT Decision #11138/QD-BCT of October 16, 2015.

The IGEI is chaired by MoIT Vice-Minister and includes Officials from the Office of the Government (PM Office), MoF MPI, State Bank, MoST, MoT, MARD.



## A trade development and trade promotionrelated dialogue is regularly held



• Time:

22/1/2016

Venue:

Hanoi

• Quantity:

247

#### **Results:**

In 2016 – 2017, the first policy dialogue forum organized regularly with the topic s of the value chain, quality management, export markets and industrial and trade development connection, etc.

## Outcome 3

ENHANCED CAPACITY OF VIETRADE TO BE ABLE TO PROVIDE TECHNICAL SUPPORT TO THE REGIONAL TRADE SUPPORT NETWORKS AND THE TECHNICAL WORKING GROUPS ON A SUSTAINABLE BASIS

#### Implementing of training activities for TPOs and SMEs

No.	Event	Time	Quantity
1	Pilot Testing & ToT training: Market Research – Desk Research in Hanoi	7-11/3/2015	128
2	Pilot Testing & ToT training: Trade Fair in Hanoi	28/3-1/4/2015	111
3	Pilot Testing & ToT training: Export marketing in	23-27/5/2016	







#### **Pictures of Logistics sector**











# Highlights

79 TPOs, TSIs, and Associations staff (VIETRADE):

Training and Train-of-Trainer courses:

- Desk Research
- Trade Fair Participation
- Export Marketing Plan
- -E-commerce: coming
- -TPO specialization topics: coming

Gaps and Needs → Strategy → Rebalancing

# Sustainability

- ☐ Three distinct dimensions:
  - Institutional sustainability
  - Policy sustainability
  - Financial sustainability

**Strategy** 

# Highlighted/Lessons learned

#### Sustainability:

- ➤ TWGs sustainability → discussing at the annual regional trade promotion review meetings:
  - Chairing: rotation
  - Topics: ToT topics, regional specialty products
- Continuity beyond the life of the Program:
  - Regional Specialty activities: leading by Hanoi TPOs and three hubs
  - EDPs role model team: Thai Nguyen (SMEs/TPO-tea), Khanh Hoa (Tuna association/SMEs-Tuna), Can Tho (Pangasius association/SMEs pangasius)
  - Capacity building for TPOs/TSIs: ToT, TWGs
  - Trainer networks
  - Training packs
- ToT: Market Research, Ex. Marketing, E-tool...
- EDPs: SMEs and TPOs/TSIs

# Highlighted/Lessons learned

- ☐ Set aside Tourism (8 SME priority product/service sectors)
- ☐ Unanticipated positive Effectiveness:
  - US market sharing experience: by US buyers at VT
  - Market prospection trip: sideline of trade fair (Belgium, Poland...)
  - Enlargement of benefits for business/TSIs/TPOs:
    - ❖ ToT,
    - coaching/training courses
    - Trade fairs: promotion follow-up for whole sectors.

# Highlighted/Lessons learned

### Synergies/Cost sharing Practices:

- Vietrade;
- Pangasius association; Tea, Pepper, Vietcraft...
- Mutrap, CBI
- Local TPOs (Da Nang, Thai Nguyen, etc...)
- SMEs

#### Cost-effectiveness:

- Vietnam-based international experts (EU, Mutrap, CBI...)
- Fresh Fruit IC
- Ex-marketing IC: CBI pays the international Air-ticket

## **THANK YOU**

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