

THE SOCIALIST REPUBLIC OF VIETNAM

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Hanoi, April 2nd, 2022

SUMMARY INFORMATION

ON THE NEW CONCLUSIONS OF PH.D THESIS

1. Thesis title: “Attracting and managing foreign portfolio investment capital into Vietnam”.

2. Major: Banking - Finance

Code: 9.34.02.01

3. PhD candidate: Nguyen Thanh Thao

4. Science instructors: - Assoc. Prof. Dr. Luu Ngoc Trinh
- Assoc. Prof. Dr. Tran Thi Lan Huong

5. New contributions of the thesis:

5.1. Academic contributions

Firstly, the thesis clarifies the theoretical basis for attracting and managing foreign indirect investment capital: through policies, measures and evaluation criteria. Analysing factors affecting the attraction and management of FPI capital.

Secondly, the thesis has accessed the experience of attracting and managing FPI capital such as China and Malaysia. On that basis, the thesis has given lessons on attracting and managing in Vietnam, especially: (1) It is necessary to fully promulgate laws, policies and measures to create favorable conditions for foreign investors; (2) Do not insist on attracting FPI; (3) Management of FPI capital by prudential regulation and supervision, and specific administrative measures to control this amount; Managing FPI capital is an indispensable requirement of investment-receiving countries; (4) FPI capital risk management is focused on 3 groups of tools and policies: monetary instruments; tax instruments; administrative measures.

5.2. Practical contributions:

Firstly, based on primary and secondary data sources, the thesis researches on the attraction and management of FPI capital into Vietnam in the period 2007-2020, through scientific research methods to analyze and evaluate fully, comprehensively and systematically.

Secondly, the thesis analyses the current situation of attracting FPI in Vietnam through the stock market, through the form of share capital contribution; Analysis of

the current situation of FPI capital management in Vietnam. On that basis, the thesis identifies the successes in attracting and managing FPI capital in Vietnam. Meanwhile, the thesis also finds out 5 limitations in attracting FPI and 3 limitations in FPI management in Vietnam. The thesis also points out the causes of the limitations. First, Vietnam has not clearly defined the investment scale and strategic investment partner in the stock market in the short, medium and long term; Second, there is no separation of responsibilities and close coordination in the management of FPI capital on the stock market among the State's management agencies; Third, after many adjustments to the Investment Law and other relevant legal documents, the FPI investment institution has not been clearly defined; Fourth, the qualifications of officials and specialists in state management agencies are still limited.

Thirdly, the system of new and advanced solutions to enhance the attraction and management of FPI in Vietnam proposed by the thesis has a practical scientific basis and is feasible.

Group of solutions on attracting FPI capital into Vietnam: First, completing the legal framework to effectively attract FPI capital flows into Vietnam. Second, enhancing the transparency and efficiency of the stock market; Third, speeding up the equitization of state-owned enterprises and divest state capital in enterprises to attract FPI; Fourth, it is necessary to build an early warning system of possible risks in the process of capital account liberalization; Fifth, it is important to maintain macroeconomic stability to create attractive conditions to attract FPI.

Group of solutions for managing FPI capital into Vietnam: First, managing risks in case foreign indirect investment capital is withdrawn or poured into Vietnam's stock market massively. Second, building a comprehensive inspection and supervision system, approaching international practices. Third, build an early warning system, predicting the fluctuations of capital flows in and out of the market.

THE SCIENTIFIC INSTRUCTORS

PhD candidate

Instructor 1

Instructor 2

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