### **VIET NAM**

South East Asia

▲ Lower-middle-income country

Overall Score 66.5

**75** 2022

2024

1

Reasonable Access to Decent Work

ir	mpro	oved		

0 - 50	50.5 - 60	60.5 - 70	70.5 - 80	80.5 - 90	90.5 - 100
TOTAL LACK OF ACCESS TO DECENT WORK	BASIC ACCESS TO DECENT WORK	LIMITED ACCESS TO DECENT WORK	REASONABLE ACCESS TO DECENT WORK	APPROACHING ACCESS TO DECENT WORK	ACCESS TO DECENT WORK

The country rating is based on the overall score of 0-100, with the following coding. The overall score ranges from 0 to 100, where 100 signifies the highest possible score and 0 signifies the lowest possible score. The score indicates "access to decent work" by law.

#### **Contextual Indicators**

Population (2022)	98.19 M	Total Fertility (rate) (2022)	1.94	Female Labour Force <sup>4</sup>	A:27.16 M	B:68% (participation rate)
Labour Force (2024)	56.53 M	Trade Union (density)	50%	Non-Standard Employment 5	A:21% (part-time employment) (2022)	B:72% (temporary (employment)(2022)
GDP per Capita	\$4,164	Collective Bargaining (coverage) (2011	25%	Work Injuries (per 100,000 workers)	A:No Data	B: No Data
Poverty Headcount (2022)	4%	Social Protection <sup>3</sup> (coverage)	38%	Minimum Wage <sup>7</sup> (April 2024)	VND 3,250,0	000
Informal Employment <sup>2</sup> (2022)	69%	Workers per Labour Inspector <sup>8</sup>	124,798	Living Wage 9 (April 2024)	VND 6,763,	096

Sources: World Bank | International Labour Organization | WageIndicator Minimum Wages and Living Wages Database | M = Million GDP per Capita in USD (\$) | wages shown in local currency and per month

#### At a glance

For Viet Nam, the labour legislation applicable at the national level is analysed and scored. Different rules may apply in other jurisdictions, necessitating review of other sources.

Following this approach, Viet Nam's overall score is 77.5 out of 100. The overall score for Viet Nam is greater than the regional average observed across South East Asia (65). Within the South East Asian region, the highest score is observed for Viet Nam (77.5).

Given that a new labour code was enacted in 2019 (became effective only in 2021), no new reforms were introduced during the last two years. Vietnam's overall score has remained unchanged, indicating that no reforms affecting the score were made between January 2022 and January 2024.

The country scores on the Labour Rights Index must be interpreted with caution, considering also the contextual indicators like the size of the population and labour force, informal employment in the country, social protection coverage, level of economic development (as measured by GDP per capita), female labour force participation rate, incidence of non-standard employment in the form of part-time employment and temporary employment as well as work injuries, both fatal and non-fatal. Trade union density and collective bargaining coverage rates are also relevant contextual indicators to assess the state of freedom of association and collective bargaining in the country.



#### **Viet Nam**

Indicator scores on Labour Rights Index 2024



For each indicator, the score ranges from 0 to 100, where 100 signifies the highest possible score and 0 signifies the lowest score. The overall score is the average of 10 indicators.

### **About Labour Rights Index**

The Labour Rights Index 2024 (LRI 2024) is a de-jure index covering 145 economies and structured around the working lifespan of a worker. In total, 46 questions or evaluation criteria are scored across 10 indicators. The overall score is calculated by taking the average of each indicator, with 100 being the highest possible score. The Index uses a rating system, ranging from "Total Lack of Access to Decent Work" to "Access to Decent Work". The Labour Rights Index aims at an active contribution to the Sustainable Development Goals, by providing necessary (complementary) insights into de jure provisions on issues covered in particular by SDG 5 (Gender Equality), SDG 8 (Decent Jobs), SDG 10 (Reduced Inequalities) and SDG 16 (Strong Institutions). The Labour Rights Index scores countries based on applicable labour laws only. It does not comment on actual working conditions or labour law compliance in workplaces. The legislation that is used to score the country under the Labour Rights Index is generally national or federal level legislation. In cases where the legislation is enacted at the provincial/regional or state level, the Index analyses the labour legislation applicable to the most populous province/region or state (in federal, confederal or other complex structure states). Scoring for each country is based on labour legislation, as applicable on 1 January 2024.



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In order to measure the trend in country's legislative performance over the last edition of the Labour Rights Index (2022), the opposite legend is used.

Score increase Score decrease Score adjustment Methodological change No change

1. FAIR WAGES			80
QUESTION	ANSWER	LEGAL BASIS	TREND
Does the legislation or collective negotiation set and determine the minimum wages in the country?	Yes	§26, 61, 91-93, 212(5) of the Labour Code, 2019; §49-53 of the Decree No. 145/2020/ND-CP	0
Does the law require regular and timely payment of wages?	Yes	§94-97 & 102 of the Labour Code, 2019; §54 of the Decree No. 145/2020/ND-CP	0
Does the law require overtime compensation to be at least 125% of the regular hourly rate?	Yes	§98 of Labour Code, 2019; §55 of the Decree No. 145/2020/NDCP	0
Does the law require any additional compensation for working on a weekly rest day?	No	No applicable legal provisions could be located	$\circ$
Does the law require additional compensation for night work?	Yes	§98 & 106 of the Labour Code, 2019; §56-57 of the Decree No. 145/2020/ND-CP	0
2. DECENT WORKING HOURS			80
Does the law stipulate general weekly working hours as 48 hours or lower?	Yes	§98, 105, 107 & 108 of the Labour Code, 2019; §55 of the Decree No. 145/2020/NDCP	0
Does the law restrict maximum working hours, including overtime, to 56 hours per week?	Yes	§107 of Labour Code, 2019; §55 of the Decree No. 145/2020/NDCP	$\circ$
Does the law require a paid weekly rest of at least 24 consecutive hours?	Yes	§111 of the Labour Code, 2019	0
Does the law require paid public holidays?	Yes	§111-112 of the Labour Code, 2019	$\bigcirc$
Does the law require at least three working weeks of paid annual leave?	No	§113-114 of the Labour Code, 2019; §66 & 677 of the Decree No. 145/2020/ND-CP	0
3. EMPLOYMENT SECURITY			60
Does the law require a written employment contract or employment particulars to be given to a worker on commencement of employment?	Yes	§13-22 of the Labour Code, 2019; Decree 05/2015/ND-CP; §5-6 of the Decree No. 145/2020/ND-CP	0
Does the law restrict the hiring of fixed-term contract workers?	No	§20 & 22(2) of the Labour Code, 2019	$\circ$
Does the law limit the length of the probation period, including renewals, to three months?	Yes	§24-27 of the Labour Code, 2019	0
Does the law require a 30-day notice period before employment contract termination?	No	§27, 34, §36-40, 155 & 138 of the Labour Code, 2019; §7 of the Decree No. 145/2020/ND-CP	$\circ$
Does the law require severance pay at the rate of at least two weeks of wages for every year of service?	Yes	§40-41 & §46-47 of the Labour Code, 2019; §2(3 & 4), 139(6) & 140 of Social Insurance Law (Law No.71/2006/QH11)	0
4. FAMILY RESPONSIBILITIES			50
Does the law require a four-month parental leave for parents?	No	No applicable legal provisions could be located	0
Does the law require at least one week of paid paternity leave for fathers?	Yes	§115 of the Labour Code, 2019; §34 & 39 of the Law on Social Insurance (Law No. 58/2014/QH13); Circular 59/2015/ TT-BLDTBXH	0
Does the law require flexible working arrangements for workers with family responsibilities?	No	§32 and §135(2) of the Labour Code, 2019	0
Does the law require paid nursing breaks?	Yes	§137(4) of the Labour Code, 2019; §80 of the Decree No. 145/2020/NDCP	0

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Score increase Score decrease Score adjustment Methodological change No change

In order to measure the trend in country's legislative performance over the last edition of the Labour Rights Index (2022), the opposite legend is used.

5. MATERNITY AT WORK			100
QUESTION	ANSWER	LEGAL BASIS	TREND
Does the law prohibit inquiring about pregnancy during recruitment?	Yes	§3(8) of Vietnam Labour Code, 2019	$\circ$
Does the law require maternity leave of at least 14 weeks?	Yes	§139 and §141 of the Labour Code, 2019; §31-38 of Law on Social Insurance (Law No. 58/2014/QH13)	$\bigcirc$
Does the law require cash maternity benefits to be at least two-thirds (66.67%) of a worker's former wage?	Yes	§38 & 39 of Law on Social Insurance (Law No. 58/2014/QH13)	$\bigcirc$
Does the law require cash maternity benefits to be paid through a contributory social insurance or a universal benefit system or such benefits are an employer's liability?	ts Yes	§38 & 39 of Law on Social Insurance (Law No. 58/2014/QH13)	$\bigcirc$
Does the law protect workers from dismissals during or on account of pregnancy?	Yes	§137(3) of the Labour Code, 2019	$\circ$
6. SAFE WORK			100
Does the law require employers to provide free personal protective equipment to workers?	Yes	§5 and §21 of the Labour Code, 2019; §23 of the Law on Occupational Safety & Health (Law No. 84/2015/QH13)	0
Does the law require employers to train workers on health and safety Issues?	Yes	§13-14 & 72 of the Law on Occupational Safety & Health (Law No. 84/2015/QH13)	$\circ$
Does the law restrict work that is prejudicial to the health of the mother or the child?	Yes	§137 and 142 of the Labour Code, 2019; Joint Circular No. 40/2011 / TTLT BLDTBXH-BYT	$\bigcirc$
Does the law provide for employment injury benefits in the event of an occupational accident or disease?	Yes	§42-52 of Social Insurance Law (Law No. 58/2014/QH13); Circular 04/2015/TTBLDTBXH	$\bigcirc$
7. SOCIAL SECURITY			80
Does the law provide for an old age benefit?	Yes	§35 and §168-169 of the Labour Code, 2019; §53-65 of Social Insurance Law (Law No. 58/2014/QH13)	0
Does the law provide for survivors' benefits?	Yes	§66-71 of Social Insurance Law (Law No. 58/2014/QH13)	$\bigcirc$
Does the law provide for unemployment benefits?	Yes	§168 of the Labour Code, 2019; §49-53 of the Employment Law (Law No: 38/2013/QH13)	$\bigcirc$
Does the law require paid sick leave (and sickness benefits) for the first six months of sickness?	No	§25-29 of Social Insurance Law (Law No. 58/2014/QH13); Circular 59/2015/TT-BLDTBXH	$\bigcirc$
Does the law provide for invalidity benefits?	Yes	Social Insurance Law (Law No. 58/2014/QH13); ISSA Country Profile for Viet Nam	
8. FAIR TREATMENT			100
Does the law require equal remuneration for men and women workers for work of equal value?	Yes	§26 of the Constitution; §90 of the Labour Code, 2019; §13 of the Law on Gender Equality, 2006	0
Does the law prohibit sexual harassment in employment?	Yes	\$3(9), 5(2), 6(11), 8, 35, 118(d), 125, 165 & 217(1) of the Labour Code, 2019; \$84-86 of the Decree No. 145/2020/ND-CP	$\circ$
Does the law prohibit discrimination in employment matters?10	Yes	§16 & 26 of the Constitution; §3 (8), 5(2), 8(1), 158 & 175 of the Labour Code, 2019; Decree No. 85/2015/ND-CP	$\circ$
Does the law allow women to do the same job as men?	Yes	§4, 32 & 135, of the Labour Code, 2019; Decree No. 10/2020/TT-BLDTBXH	$\bigcirc$
Does the law guarantee basic labour protection to the platform workers?	Yes	Social Insurance Law (Law No. 58/2014/QH13); ISSA Country Profile for Viet Nam	





9. CHILD AND FORCED LABOUR			100
QUESTION	ANSWER	LEGAL BASIS	TREND <sup>12</sup>
Does the law prohibit the employment of children?	Yes	§143-147 of Labour Code, 2019; Circular No. 11/2013/TTBLDTBXH	0
Does the law set employment entry age equal to or higher than the compulsory schooling age?	Yes	§143-147 of Labour Code, 2019; §1 of Law on Universal Primary Education, 1991	
Does the law prohibit the employment of young persons in hazardous work under the age of 18 years?	Yes	§113(1b), §143-147 of Labour Code, 2019; §228 of Criminal Code (No: 15/1999/QH10); Circular No. 10/2013/TTBLĐTBXH	$\bigcirc$
Does the law prohibit forced labour?	Yes	§35 of the Constitution, 2013; §3(7), 8(2) & 165 of Labour Code, 2019; §150-151 & 297 of the Penal Code, 2015	
10. FREEDOM OF ASSOCIATION <sup>1</sup>	1		25
Does the law allow workers to form and join unions of their own choice?	No	§10 & 25 of Constitution 2013; §5 & 6 of the Law on Trade Unions 2012; ITUC Global Rights Index 2024, Viet Nam Profile	0
Does the law allow workers to bargain collectively with employers through their representative unions?	No	§2, 63-89, 92 & 220(3) of Labour Code, 2019; §5 of the Law on Trade Unions 2012; CEACR, C98, DR 2023	
Does the law provide the right to strike?	No	§201 & 202 of Labour Code, 2019	0
Does the law prohibit imposing excessive sanctions against striking workers, including replacement of such workers?	Yes	§208(4) of Labour Code, 2019	$\bigcirc$

 $<sup>^{1\</sup>cdot}$  Proportion of population living below the national poverty line (%), as measured under the SDG 1.2.1

- <sup>8</sup> Robust legislation, backed by effective enforcement, forms the foundation for achieving decent work in practice. In this regard, it is relevant to see if the country has an adequate number of labour inspectors. While the Labour Inspection Convention, 1947 (No. 81) calls for a "sufficient number" of inspectors to do the work required, there is currently no official definition for a sufficient number of inspectors. In its 2006 General Survey on Labour Inspection, the ILO referred to the following benchmarks on the number of labour inspectors in the country in relation to the labour force: 1:10,000 in industrial market economies, 1:15,000 in rapidly industrializing economies, 1:20,000 in transition economies, and 1:40,000 in less developed countries. The latest guidance from the ILO (2022) however emphasizes a more holistic evaluation of national context rather than solely a ratio of labour inspectors to the size of labour force.
- <sup>9</sup>. The Living Wage estimates shown in this country profile are for a typical family (lower bound) that comprises two adults. The number of children is determined by the country-specific fertility rate, representing the average number of children in a family. One adult is engaged for 100% of normal working hours, while the working hours of the second adult are approximated based on the national labour force participation rate. The combined wage earned by two adults, each receiving a living wage, is designed to meet the requirements for achieving a decent standard of living for the family. For further details on this, please check here: https://wageindicator.org/salary/living-wage
- <sup>10</sup> The prohibited grounds for discrimination are "race, colour, sex, religion, political opinion, national extraction or social origin, age, disability and trade union membership". A score of 1 is assigned only if a country has prohibited discrimination on at least 7 of the above 10 grounds.
- 11 The Freedom of Association indicator of the Labour Rights Index uses Observations/Direct Requests from the ILO Committee of Experts on Application of Conventions and Recommendations (CEACR), the US Department of State's Country Reports on Human Rights Practices (USDOS CRHRP) and the country's legal profiles under the ITUC Global Rights Index 2024 to measure a country's compliance with the right to freedom of association and collective bargaining. A country's score on the LRI's Freedom of Association indicator must also be read together with the SDG indicator 8.8.2, which measures the level of national compliance with labour rights (freedom of association and collective bargaining) based on ILO textual sources and national legislation. It has a range from 0 to 10, with 0 being the best possible score (indicating higher levels of compliance with FACB rights) and 10 the worst (indicating lower levels of compliance with FACB rights). The score for Viet Nam on the latest available data of the SDG 8.8.2 is "9.14" (2022). Other than SDG 8.8.2, we suggest considering the country's score on ITUC's latest Global Rights Index. The score for Viet Nam in 2024 is "4". As explained by the ITUC, "Countries are rated in clusters from 1-5+ depending on their compliance with collective labour rights, with 1 being the best rating and 5+ the worst rating a country could get. A high-rated cluster means that workers in the country have no right to their collective voice due to government failure to guarantee rights".
- 12 In order to measure the trend in country's legislative performance over the last edition of the Labour Rights Index (2022), the legislative table indicates improvement or worsening of de-jure labour rights in country through the following colours.
  - Score improved due to a positive legislative reform
  - Score worsened due to a negative legislative reform
  - Score is adjusted for the country due to a minor revision in the methodology for the Social Security indicator
  - Score is adjusted for the country due to better access to the country's legal sources, or where the score for the Freedom of Association indicator is adjusted
    based on the latest reports from ILO, USDOS & ITUC Global Rights Index 2024
  - No change

<sup>&</sup>lt;sup>2.</sup> Share of informal employment in total employment (%), as measured under the SDG 8.3.1

<sup>&</sup>lt;sup>3.</sup> Proportion of the country population covered by social protection floors, as measured under the SDG 1.3.1

<sup>4.</sup> The female labour force is shown in absolute number (A) along with the female labour force participation rate (B)

<sup>5.</sup> Non-Standard Employment has been defined as part-time employment (A) and temporary employment (B)

 $<sup>^{6}</sup>$ . Rate of fatal (A) and non-fatal work injuries (B) per 100,000 workers, as measured under the SDG 8.8.1

<sup>7.</sup> Minimum Wage and Living Wage amounts are shown in local currency. The amounts are retrieved from the WageIndicator Minimum Wage Database and the WageIndicator Living Wage Database. The minimum wage amounts are those as were applicable on 1 April 2024. The Living Wage amounts are from the April 2024 data release by the WageIndicator. Given the declining share of labour income (a widely used measure of inequality, measuring the proportion of total income in a country that employed people earn by working), the contextual indicators on minimum wage and living wage are relevant