# Deloitte.

Alert on relaxation on specific conditions for foreign employees working in Vietnam

**Resolution No. 105/NQ-CP** 

14 September 2021



## **General information**

Among the recent aggressive measures to bring the Vietnamese economy back to the "new normal" at the soonest, on 09 September 2021, the Government has issued Resolution No. 105/NQ-CP ("Res.105") providing instructions to relevant Government authorities to support corporates/ household businesses during the Covid-19 epidemic. The Res.105 will take immediate effect from the signing date.

One notable point in the Res.105 is that the Government has instructed the Ministry of Labor, Invalid and Social Affairs (MOLISA) and the Ministry of Foreign Affairs (MOFA) to loosen some restrictions for corporates to bring in foreign employees to work in Vietnam.

By this Alert, Deloitte Vietnam would like to update the following key contents:



01. Work Permit ("WP") application



**02.** Immigration process



**03.** Vaccine passport



# Deloitte.

Alert on relaxation on specific conditions for foreign employees working in Vietnam

**Resolution No. 105/NQ-CP** 

13 September 2021



## **Notable points**

### 01. Work Permit ("WP") application

Compared to the Decree No. 152/2020/ND-CP ("Decree 152") on the management of foreign labor, the Resolution has loosened some conditions for the grant and extension of Work Permit, specifically as follows:

| Conditions  | Decree No. 152/2020/ND-CP and current practice  | Resolution No. 105/NQ-CP  |
|---|---|---|
| Experience requirements for experts and technicians | Foreigners must have at least 3 years of working in the education/training field  | Foreigners must have at least 3 years of working in the field <b>suitable for their position in Vietnam.</b> (Experiences in the education or training suitable with the job are removed)   |
| Documents to prove as experts and technicians       | <ul> <li>Diplomas and degrees; and</li> <li>A written certification from a foreign company certifying the number of years of experience.</li> </ul>   | <ul> <li>There is more flexibility in the required documents. Respectively, the following documents can be used as substitutes for the above where applicable:</li> <li>Certificates (the Resolution does not specify the type of certificates, but per our experience, it could be interpreted that certificate of graduation, technical qualification can principally be accepted);</li> <li>Work permit which has been issued in the past to prove experiences.</li> </ul> |
| Foreigners moving to other provinces in Vietnam     | Decree 152 does not clearly mention this point. In practice, some local Labor Departments request the WP to be reissued when foreign employees moving to another city/province to reflect the change in working location. | No requirement for re-issuance of WP in this case provided that (i) the current WP is still valid and (ii) the secondment time is less than 06 months.  The employer is required to notify this change to the local labor Department where the foreign employees are seconded.  |
| Other supporting documents                          | Notarized copies of the foreigners' passports are required  | Notarization requirement is removed. Only copies of passports are required.   |

# Deloitte.

Alert on relaxation on specific conditions for foreign employees working in Vietnam

**Resolution No. 105/NQ-CP** 

13 September 2021



## Notable points (cont.)

### 01. Work Permit ("WP") application (cont.)

It is expected that further guidance will be provided by the MOLISA at nationwide and provincial level.

We believe that the above relaxed requirements would be warmly welcomed by the business communities as this would aim to remove the difficulties in the last few months that various companies have experienced, which have caused a delay in the WP and visa application as well as affected their business plans.



### **02.** Immigration process

According to Res.105, competent authorities are required to review and facilitate the approval for the entry process for foreign employees to enter Vietnam. Further guidance with more details is expected to be issued soon.

### **03.** Vaccine passport

The Ministry of Foreign Affairs is required to focus on the discussion and negotiation with foreign countries/ territories for the recognition of "Vaccine passport" to accommodate the "reopening of the economy" when ready. Proposed plans need to be reported to the Prime Minister within September 2021.

Per our view, the above measures have been considered as a strong message of the Vietnamese Government to prepare for the economy to be back to normal at the soonest of time, especially in the field of managing foreign labors which is the top concerns of most companies at this moment.

## **S** Contact us



Thomas McClelland
National Tax Leader
+84 28 7101 4333
tmcclelland@deloitte.com



Bui Ngoc Tuan
Tax Partner
+84 24 7105 0021
tbui@deloitte.com



Bui Tuan Minh Tax Partner +84 24 7105 0022 mbui@deloitte.com



Phan Vu Hoang
Tax Partner
+84 28 7101 4345
hoangphan@deloitte.com



Dinh Mai Hanh
Tax Partner
+84 24 7105 0050
handinh@deloitte.com



Vo Hiep Van An Tax Partner +84 28 7101 4444 avo@deloitte.com



Vu Thu Nga Tax Partner +84 24 7105 0023 ngavu@deloitte.com

#### **Hanoi Office**

15<sup>th</sup> Floor, Vinaconex Building, 34 Lang Ha Street, Dong Da District, Hanoi, Vietnam.

Tel: +84 24 7105 0000 Fax: +84 24 6288 5678

#### **Ho Chi Minh City Office**

18<sup>th</sup> Floor, Times Square Building, 57-69F Dong Khoi Street, District 1, Ho Chi Minh City, Vietnam.

Tel: +84 28 7101 4555 Fax: +84 28 3910 0750

## Deloitte.



Making an impact since 1991

Deloitte refers to one or more of Deloitte Touche Tohmatsu Limited ("DTTL"), its global network of member firms, and their related entities (collectively, the "Deloitte organization"). DTTL (also referred to as "Deloitte Global") and each of its member firms and related entities are legally separate and independent entities, which cannot obligate or bind each other in respect of third parties. DTTL and each DTTL member firm and related entity is liable only for its own acts and omissions, and not those of each other. DTTL does not provide services to clients. Please see www.deloitte.com/about to learn more.

#### **About Deloitte Asia Pacific**

Deloitte Asia Pacific Limited is a company limited by guarantee and a member firm of DTTL. Members of Deloitte Asia Pacific Limited and their related entities, each of which are separate and independent legal entities, provide services from more than 100 cities across the region, including Auckland, Bangkok, Beijing, Hanoi, Hong Kong, Jakarta, Kuala Lumpur, Manila, Melbourne, Osaka, Seoul, Shanghai, Singapore, Sydney, Taipei and Tokyo.

#### **About Deloitte Vietnam**

In Vietnam, services are provided by Deloitte Vietnam Company Limited and its subsidiaries and affiliates.

This communication contains general information only, and none of Deloitte Touche Tohmatsu Limited ("DTTL"), its global network of member firms or their related entities (collectively, the "Deloitte organization") is, by means of this communication, rendering professional advice or services. Before making any decision or taking any action that may affect your finances or your business, you should consult a qualified professional adviser.

No representations, warranties or undertakings (express or implied) are given as to the accuracy or completeness of the information in this communication, and none of DTTL, its member firms, related entities, employees or agents shall be liable or responsible for any loss or damage whatsoever arising directly or indirectly in connection with any person relying on this communication. DTTL and each of its member firms, and their related entities, are legally separate and independent entities.

© 2021 Deloitte Vietnam Company Limited