



HIỆP HỘI VẬN TẢI Ô TÔ VIỆT NAM

VIETNAM AUTOMOBILE TRANSPORTATION ASSOCIATION



Overview of Road Freight Transport

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Contents

- * Background of Vietnam Automobile Transport Association
- * Overview of Road Freight Transport

Background of Vietnam Automobile Transport Association

- * Viet Nam Automobile Transport Association (VATA) was established on March 1996.
- * At the beginning, its members were only 35 state-own enterprises. In the last 20 years, its members have been developed up to 50 provincial sub-unit with 1,500 members.

Visions of VATA

- * VATA is a voluntary professional association where members are organizations and individuals who work on freight transport services sector.
- * VATA was established in compliance with the national law with its aims to gather and unite all members to ensure the right, legal benefits for its members and support for their operation to gain effectiveness and to contribute for development of socio-economic of the country.

Legal position and address

- * VATA has its own legal right, stamp an individual financial account. VATA works in compliance with the national law and its regulations have been approved by the national competent agencies.
- * VATA headquarter is located in Ha Noi; 4 representative offices are located in Da Nang, Gia Lai, Ho Chi Minh City and Can Tho.

Scope of activities

- * VATA's activities cover nationwide in transport service operation in accordance with the national law.
- * VAVA is under jurisdiction management of Ministry of Transport of Viet Nam and related ministries and agencies who are involving in to VATA's activities in compliance with the national law.

Operational Principals

- * Voluntary, self- management
- * Democracy, equity, public and transparency
- * Self-finance for its operation
- * Non-benefit purpose
- * Obey the Constitute, national law and its own regulations

Organizational Chart

VATA

Executive Board

Standing Committee

Inspection Committee

Administrative office and its related units

Organizations under VATA

Overview of Road Freight Transport

- * Since 1986 the Government innovated economy: eliminated the socialist orientation market mechanisms, allowed many economic sectors to participate into freight transport activities.
- * Annually, the number of vehicles has been increased from 10% to 15% and private sector has involved in freight transport services increasingly. Most of freight transport services done by private sector and households.
- * The freight unit has invested in many modern vehicles: Tractors , trailers, etc.. Meet all requirements of the shippers and satisfy shipping demand to develop the country's economy.

Overview of Road Freight Transport

However, freight transport operations are fragmented and unplanned. The competitiveness among freight transport services companies are unfair leading the several consequences as follow:

- * Overloading and causing traffic accidents...
- * Using these old vehicles with large emissions causing environmental pollution
- * No ability to apply the advanced technology in enterprise management
- * Green freight concepts are vague and not be interested by the transport units

Overview of Road Freight Transport

The causes of the caption situation:

1. The Government has no policy mechanism to the transport unit:
 - Accumulation of capital, capacity to manage company according to advanced models .
 - Have capital for vehicles renewal.
2. Transport unit has no business strategy, business just want to get the maximum profit and not interested in environment surroundings

Overview of Road Freight Transport

VATA recommendations:

1. The Government should promulgate the following policies :

- Reduce import tax to new vehicles , increase import tax to old vehicles . Toward not import old vehicles to encourage domestic production.
- Incentives for businesses which apply scientific and technical progress to upgrade the fleet and renew fleet with the equipment to minimize emissions.
- Encourage the transport unit using clean fuels no environmental pollution.
- Strengthen inspection, request the transport unit to manage the quality of vehicles in traffic.

Overview of Road Freight Transport

VATA recommendations:

2. The transport unit must restructure the fleet. Removing the vehicle which is unsafe, shoddy causing environmental pollutants. Branding “Green transport enterprise” to attract customers brings efficiency in business.

3. VATA is a bridge between the Government and cooperate with international organizations to engage the transport unit in the fleet renewal process. In the immediate future is the best performing transport project green experiment - RETA7987.

**THANK YOU FOR YOUR
ATTENTION!**