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Abstract
This article analyzes the socio-economic and political contexts behind the 2013 Constitution of the Socialist Republic of Vietnam (2013 Constitution), in which demands for deeper institutional reform emerged in Vietnam, and explains the constitutional discourse within Vietnam as to its economic order. Diverse forces and platforms within Vietnam’s party-state and beyond have contributed to the exchange of ideas and values on the economic order. As a result of this public discourse, the provisions on the economic order of the 2013 Constitution are ideological compromises, reflecting the contradicting views within the party-state and society in Vietnam on the role of the market, private property, and the freedom to conduct business. The 2013 Constitution has taken a step towards a free market economy by recognizing the decisive role of the market in the national economy. It emphasizes the importance of the private sector and promises that it will be treated fairly among all other economic sectors. From this perspective, the 2013 Constitution contains the seeds of future political and legal guarantees which could protect individual liberties. However, in line with the socialist ideology adopted by its predecessors, the 2013 Constitution reaffirms the dominance of the public sector and the leading role of state-owned enterprises, and preserves the ambiguous “ownership of the entire Vietnamese people of land and natural resources”. Due to this ambiguity, the 2013 Constitution fails to lay down the foundations for far-reaching comprehensive institutional reforms that Vietnam urgently requires.

The 2013 Constitution of the Socialist Republic of Vietnam (2013 Constitution) is Vietnam’s sixth constitution. Its first constitution was adopted in 1946 when Vietnam became a republic in the aftermath of World War II. Following the last revision in

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2001, the constitution was thoroughly rewritten in 2013, both in terms of its structure and content. In the 2013 Constitution, provisions relating to the economic system are now subordinated under the new Chapter III for economic, cultural, educational, technological, and environmental policies.²

To understand socialist constitutions, scholars in legal and political studies rely on the instrumentalist approach. Under Marxist–Leninist legal theory, socialist law and constitutions are deemed to be the will of the ruling class, represented by the communist party. This was evidenced by the socialist legal systems adopted by the former Soviet Union and East-European socialist bloc. The applicability of this approach has also been demonstrated through almost 70 years of Vietnam’s constitutional history under the rule of the Communist Party of Vietnam (CPV). This instrumentalist approach, widely recognized in constitutional literature, is an essential part of the theoretical framework used in this article to analyze constitutional changes in Vietnam.³ Under the instrumentalist approach, the constitution is not considered as binding law which constrains public power and protects individual liberty in socialist countries; rather, it is in essence a political declaration of the ruling communist party. Communist parties have therefore used constitutions as the political means to implement their ideological agendas. Socialist constitutions are subject to frequent changes in order to align them with the ruling party’s policies. To ease this process, the procedures for constitutional revisions in socialist countries are generally simplified.⁴

Although socialist countries have core constitutional concepts that are compatible with each other, their policy priorities diverge, and therefore, different constitutional debates have emerged in socialist countries. From country to country, and from time to time, socialist constitutions may use the same terms and concepts, but their meanings and nuances differ significantly. These differing meanings and nuance need to be explained, based on the political and social contexts in each country.⁵ In the case of Vietnam, the 2013 Constitution remains the legal-political means for the CPV to envisage Vietnam’s development strategy for decades to come.


4. The term “constitutional law” did not exist in the socialist jurisprudence until the late 1980s. Instead, the “law of the state apparatus” (Staatsrecht) was taught in socialist legal education institutions, covering political guidelines on the organization of the socialist state and the basic rights and obligations of citizens. The term “constitutional law” only returned to Vietnam in the 1990s.

This article proceeds as follows. In Part II, I explain the political and social contexts behind the various economic systems adopted through Vietnam’s constitution. Part III considers the procedural issues involved in the 2013 Constitution, and how the discourse on the 2013 Constitution spread from internal CPV debates to the wider public. Beyond evaluating the extensive literature on constitutional debates available both in Vietnamese and English, and recorded debates at plenary meeting sessions of the National Assembly (NA), I will analyze the documentation, drafts, explanations, and conference proceedings provided by the Constitution Revision Commission – the most powerful political commission in charge of the revision of Vietnam’s constitution. In supporting the work of the Commission, the NA established an Editing Board which prepared the Draft Constitution. In order to learn from their personal experiences and to glean insider perspectives, I have interviewed several key members of the Editing Board, particularly the experts in charge of drafting the provisions relating to Vietnam’s economic system. The interviews explain how the Constitution Revision Commission had to respond to the growing demands of the public and the necessary compromises negotiated within the CPV to secure economic growth.

Part IV describes the socio-economic context in which public demands for changes to the economic system have been made. I will also discuss and explain the main platforms of constitutional discourse and emerging themes relating to Vietnam’s economic system. To this end, this article focuses on three broad themes: (i) the role of the state versus market in the allocation and distribution of resources; (ii) the role of public versus private property; and (iii) the need to redefine the regulatory functions of the state and to improve the state’s effectiveness in responding to rapid economic growth. Part V concludes with some remarks and lessons learned from the discourse on the 2013 Constitution.

I. THE ECONOMIC SYSTEM IN VIETNAM’S CONSTITUTIONS

A. The 1946 Constitution

Vietnam’s economic system has experienced continuity and change throughout Vietnam’s constitutional history. The 1946 Constitution of the Democratic Republic of Vietnam (1946 Constitution) was adopted at a time when the CPV’s power was extremely fragile. Vietnam’s newly declared independence was threatened by the Chinese Kuomintang and the French, with the First Indochina War taking place soon after from 1946 to 1954. As a survival tactic, the CPV was formally dissolved, and operated under the guise of a Marxist Research Association within the larger nationalistic Viet Minh alliance. This political context explains the economic system adopted by the 1946 Constitution. There was no single chapter solely focused on Vietnam’s economic system, no concept of a command economy based on state ownership of productive means, no central planning, and no socialist cooperatives in the 1946 Constitution. By contrast, the 1936 Constitution of the Union of Soviet Socialist Republics (1936 Soviet Constitution) had already firmly stipulated a socialist command economy. 6 However, in contrast to the

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Soviet Union’s rigid command economy, the 1946 Constitution of Vietnam was much more liberal. It protected private property and recognized a mixed economy, with a public sector replacing the exploitative system used by the former colonial regime, the existence of domestic and foreign private business, and an agricultural society dominated by private farmers.\textsuperscript{7}

B. \textit{Reception of the Socialist Economic System in the 1959 and 1980 Constitutions}

During the Second Indochina War (1954–1975), as Vietnam was a divided country, the two constitutions adopted by South Vietnam in 1956 and 1967 were driven by liberal democratic ideals. South Vietnam’s constitutions provided for strong protection of private property, a market economy, and business competition.\textsuperscript{8} By contrast, the first ideological indication of North Vietnam’s inclination towards a socialist economic order can be seen in Chapter II of the 1959 \textit{Constitution of the Democratic Republic of Vietnam} (1959 Constitution).\textsuperscript{9} Based on the main ideological concepts provided for in Articles 5 to 11 of the 1936 Soviet Constitution, the socialist economic system in North Vietnam, as in all other socialist countries, was subject to the following principles:

(1) The national economy shall be subject to state management, and the socialist state shall entirely control the economy though a rigid central planning system.

(2) The national economy shall be dominated by the state economy sector, owned by the state and operated under direct state control. All industries shall be controlled by state companies.

(3) Freedom of contract, free market, and competition shall be banned, as they are considered as relics of exploitative capitalism and would disrupt the centrally-planned economy. The distribution of property shall be ordered entirely by the state. The socialist state shall exercise an absolute monopoly over foreign trade.

(4) Private property in the economy shall be eliminated. For this purpose, private property shall be confiscated and transferred into state property. Citizens are not allowed to own productive means, but they are allowed to own individual property but only for consumption purposes.

(5) While industries shall be controlled by state companies, agriculture, handicraft, and trade shall be run by socialist cooperatives in line with the planning system.

All of these main principles were introduced into North Vietnam, particularly under Chapter II of the 1959 Constitution. The following provisions are noteworthy: (i) the state shall control the economy through central planning;\textsuperscript{10} (ii) the state sector

\textsuperscript{7} \textit{1946 Constitution, supra} note 1, art 12.
\textsuperscript{9} \textit{1959 Constitution, supra} note 1, arts 9-21.
\textsuperscript{10} \textit{Ibid}, art 10.
shall dominate the economy;¹¹ and (iii) important natural resources shall be “owned by the entire Vietnamese people” (i.e. by the state).¹² Interestingly, land was – at least formally – not confiscated, and publicly and privately owned properties survived until 1980. However, the 1959 Constitution provided that the state would guide farmers and help them to establish agricultural cooperatives.¹³ Private businesses would also be rehabilitated to align with North Vietnam’s socialist orientation. This “rehabilitation scheme” was concluded in the 1960s for North Vietnam, and repeated in the late 1970s in South Vietnam after Vietnam was unified under communist rule. To this end, all private businesses were either transferred or incorporated into state companies, without any compensation.

Following Vietnam’s reunification in 1975, extremely extensive provisions on the socialist command economy were included in the 1980 Constitution of the Socialist Republic of Vietnam (1980 Constitution). Borrowing heavily from the 1977 Soviet Constitution,¹⁴ the 1980 Constitution demonstrated Vietnam’s commitment towards party-state control over the entire economy through a rigid command system.¹⁵ Private property was banned, the entirety of Vietnam’s land was declared to be state property, and businesses of former feudal landlords and foreign capitalist companies were confiscated without compensation. Private businesses, which only existed in the former South Vietnam, were “rehabilitated” – that is, confiscated without any compensation.¹⁶ There was no market, no competition, and no freedom of contract under the 1980 Constitution. In essence, the true political agenda of the CPV was to force the adoption of a command economy over the whole of Vietnam à la the Soviet model through the 1980 Constitution. While the nuances of the 1959 Constitution remained nationalistic, the wording and style of the 1980 Constitution were purely from a communist revolution agenda.

C. From Commodity Economy to Socialist-Oriented Market Economy

Due to the near-collapse of the regime in the late 1980s, Vietnam was forced onto the path of reform, which began with the allocation of land plots to individual farmer families, and the gradual rebirth of private business. What is now known as Doi Moi or “renovation” emerged from various fence-breaking policies (phá rào) against the economic system, reflected in Chapter II of the 1980 Constitution. This transition began from the bottom up with the policies of provinces, which in turn dismantled, piece by piece, the central command system. Over time, the land lease system in agriculture led to permanent private land use rights; larger private companies emerged from small household businesses, and the piecemeal dismantling of the central planning system gave way to the freedom to conduct business. These initial steps to “test the waters” were taken at the outset of reforms for a so-called “multi-sectoral

¹¹. Ibid, art 11.
¹². Ibid, art 11-12.
¹³. Ibid, art 14.
¹⁵. 1980 Constitution, supra note 1, art 33.
economy”, and were reflected in the 1992 Constitution of the Democratic Republic of Vietnam (1992 Constitution). By preserving the dominant role of the state sector in the economy, the Vietnamese party-state reluctantly tolerated the existence of foreign direct investment, the growing household business and private sectors, and began to gradually accept the freedom to contract and competition.\(^\text{17}\)

Vietnam’s second decade of reform began with the issuance of the 1999 Law on Enterprise.\(^\text{18}\) This piece of legislation initiated a number of far-reaching economic reforms and established substantially more constitutional values than the 1992 Constitution itself. Regarding the state-citizen relationship, for the first time in Vietnamese legal history, the 1999 Law on Enterprise provided in its Preamble that the right to do business was part of a citizen’s liberties. The state was obliged to abandon cumbersome licensing requirements and procedures, and most importantly, obliged to provide business registration as a public service. Furthermore, state authorities were not allowed to issue regulations which might contradict a citizen’s right to do business.\(^\text{19}\) At that time, a common slogan was that “the state is only allowed to do what is strictly limited by the law, while an individual is free to do anything which is not explicitly prohibited by the law”. While this approach might seem natural – even obvious – to liberal democracies, it heralded the start of a brand new era for Vietnam, and promised even greater economic and social reforms. Half a million private companies mushroomed as result of the liberalization process that began with the 1999 Law on Enterprise.\(^\text{20}\)

The 2001 revision of the constitution documented further ideological compromises adopted by the Vietnamese party-state towards the market economy. Replacing the ambiguous term “multi-sectoral economy”, the 2001 revision embraced for the first time the notion of a “socialist-oriented market economy”.\(^\text{21}\) The very words “market”, “competition”, “freedom of contract”, and “liberty to legally conduct business” experienced a revival in Vietnamese legal jargon after years of being deemed as disruptive elements against socialism. The story of Vietnam’s second decade of reform essentially involved a step towards markets in the relationship between the state and the market, a step towards private property in the relationship between private and public property, and a step towards liberty in the relationship between state dictatorship and democracy.

The 2013 Constitution was expected to lead the country into the next wave of institutional reform. The economic system and the entire 2013 Constitution can only be explained and understood within Vietnam’s changing economic, political, and social contexts. As with the Chinese Communist Party, the CPV entered into a great

\(^{17}\) 1992 Constitution, supra note 1, arts 15 (multi-sectoral economy), 19 (dominant role of state sector), and 21 (allowing household and private businesses).


\(^{19}\) Ibid, arts 7 (rights of enterprise) and 12 (business registration procedures).


\(^{21}\) 1992 Constitution (2001 Rev), supra note 2, arts 15-29, particularly arts 15 (socialist oriented market economy), 16 (recognition of domestic capitalist sector, freedom to competition equally before the law), 21 (no limitation of size and scope of private sector), and 57 (freedom to conduct business).
political experiment by embracing capitalist market rules, stalling political reform, and preserving the political monopoly of the Party. The decades of transition towards a market economy unleashed, possibly unexpectedly, many social forces, which forced the CPV to make various compromises. Diverse platforms, debates, and exchanges sharpened the awareness of constitutional values; these phenomena are quite unique. Arguably, the instrumentalist approach should no longer be the dominant approach taken towards understanding socialist constitutions, particularly in the case of Vietnam and China.

Although the constitution remains part of the CPV’s political agenda, it has taken on a new life as a social compromise, or a social contract reflecting a changing society in transition. Under these circumstances, the CPV has moderated and controlled constitutional dialogue, but it was also forced to respond to the steadily growing demands of new stakeholders and forces within the party-state and beyond, particularly from the private sector, emerging civil society, and vibrant social media. All these diverse forces have contributed to determine the political reform agenda of the CPV. Being pushed to accept one ideological compromise after another, the CPV can no longer consider the constitution as its mere political tool. Constitutional debates, as in the case of Vietnam, appear to be useful and practical vehicles, and may create liberties which can transform Vietnam’s Leninist dictatorship towards a flexible CPV-controlled authoritarian regime. In this sense, the 2013 Constitution is not a purely socialist constitution under the traditional approach. It is a small step towards liberal reforms. A non-dichotomous view is warranted here: just as illiberal democracies do exist in the “liberal” West, there might also be strains of “quasi-liberal” values in the constitutions of “authoritarian” transitional countries. The 2013 Constitution therefore contains the seeds of future political and legal guarantees which would, or at least could, protect individual liberties. We may call this the “transitional role of the constitution” in a socialist transformation towards democracy.

II. THE SOCIO-ECONOMIC AND POLITICAL CONTEXTS OF CONSTITUTIONAL DEBATES ON THE ECONOMIC SYSTEM IN VIETNAM

Economic performance is crucial to the legitimacy of the CPV as the sole ruling party in Vietnam. The Party was forced to accept innovative fence-breaking policies from the provinces, thus initiating the first wave of economic reform in the late 1980s, since the near-collapse of the national economy seriously threatened the regime’s existence.
Without reform, the CPV’s survival would have been challenged. This threat is well recognized by the CPV, with “economic backwardness” being considered as the primary threat to the socialist regime in the CPV’s political jargon.26

In retrospect, the CPV has managed to survive and maintain social support in order to strengthen its legitimacy. Undoubtedly, Vietnam’s three decades of reforms have made it a success story. As several scholars have noted: “[F]rom 1986 to 2015, the economy has grown at an average rate of 6.5% per year. Given the fact that since World War II, only 13 countries have been able to sustain an average growth rate of 7% or more for 30 consecutive years, Vietnam’s economic performance is quite impressive.”27 Vietnam has risen from the ranks of the world’s poorest nations to join the lower-middle income group. Tens of millions of Vietnamese have escaped poverty, and most Vietnamese have shared the fruits of economic reform.

However, since 2008, Vietnam has faced an economic slowdown and serious socio-economic and political challenges. From 2008 to 2014, Vietnam’s economy grew at only 5.4% per year, a marked decrease from 8% in 2007. Chronic weakness and difficulties seriously threatened macroeconomic stability.

After the country celebrated its accession to the World Trade Organization (WTO) in early 2007, the Vietnamese party-state had to deal with serious economic turbulence. Public debts increased and the efficiency of public investment worsened.28 The public sector, mainly controlled by about 6,000 state-owned companies, was highly inefficient, and numerous large state business groups, notably the Vietnam Shipbuilding Industry, became insolvent.29 The domestic private sector comprising nearly half a million private companies has been shrinking, with an alarming number of enterprises closing.30 Domestic firms could not develop in size; they remained as very small family businesses, and failed to become value-added


businesses in the global value chain.\textsuperscript{31} The agricultural sector has been shrinking as well. Investment in agriculture decreased, and productivity in the agricultural sector remained extremely low compared to Vietnam’s Southeast Asian neighbours.\textsuperscript{32} The banking sector faced difficulties: lack of transparency and inefficiency in governance, caused by multiple crossholding of shares, led to an increase in bad debts and insolvency.\textsuperscript{33} Speculative investment in land and housing projects pushed land prices to very high levels as compared to the average per capita income. Double-digit inflation rates threatened to return, and the Vietnamese dong was devalued. This macroeconomic instability became a serious problem for the CPV in late 2008. However, it should be noted that within this economic landscape, only the foreign direct investment sector was stable, and steadily grew in size and number. The proportion of foreign direct investment in Vietnam’s total exports has increased significantly over the years.

Vietnam’s macroeconomic instability appears to be deeply rooted in its inadequate institutional and legal framework.\textsuperscript{34} Given that state companies were intended to take a dominant role in Vietnam’s economy, they were often preferred over domestic private companies. Despite their favourable access to land, natural, and financial resources, state companies failed precisely because of inefficient management and lack of competitiveness. Inefficient public service, cumbersome administrative procedures, lack of efficient contract enforcement, and endemic corruption had a serious effect on the local business environment. There was substantial uncertainty over land ownership, particularly when the 20-year leases provided by the 1993 Land Law were expected to end in 2013, such that there was a real risk that corrupt government officials might expropriate land without just and fair compensation. This, in turn, reduced investment levels in agriculture.\textsuperscript{35}

In addition to these widely acknowledged economic challenges, Vietnam has also faced challenges from a rising and assertive China and increasing public expectations for economic development and civil freedoms since 2008. The rise of China has created serious economic, social, and political challenges for Vietnam and the CPV. From 1978 to 2008, Vietnam only achieved a modest 5.4\% Gross Domestic Product growth rate, while China achieved a much higher average growth rate of 10\%. If China and Vietnam had the same income per capita during the 1970s, China’s income


per capita has risen significantly since its accession to the WTO. It is now 2.5 times more than that of Vietnam.\textsuperscript{36} For Vietnam, and the rest of the world, China has been nursing a strong desire to impose changes in the region and the world. With rising tensions in the South China Sea, Vietnam must maximize its efforts to boost its growth and strengthen its economic potential to fend off challenges from China’s economic dominance. Undoubtedly, the CPV’s legitimacy as the ruling party will be questioned if it cannot provide strong leadership to protect Vietnam’s sovereignty.

Finally, there is significant social pressure to restore high economic growth rates. Since 2008, as Vietnam has become more integrated with the outside world, both the business community and the public at large have sensed that Vietnam’s economy is lagging relative to others in the region. If the economy continues to stagnate, causing Vietnam to lag further behind, the public will eventually lose their patience, and the Vietnamese government and the CPV will suffer from diminished legitimacy.

In responding to these socio-economic and political challenges, the CPV is under pressure to redefine Vietnam’s growth model. Instead of relying on exploiting natural resources (exporting crude oil and minerals) and labour-intensive industries (manufacturing and assembling), Vietnam has to find ways to adopt a competitive, dynamic, and innovative economic growth model. Critical voices demanding changes in the economic growth model have become louder since 2008.\textsuperscript{37} Domestic pressures have grown, and are calling for deeper and comprehensive institutional reform, especially on disciplining state-owned companies, imposing strict constraints on public investment, and promoting the private sector as a new engine of the economy.

In this context, the CPV became aware of the need to revise the 1992 Constitution in 2008. From 2009 to 2010, public discussions primarily focused on Vietnam’s economic growth model and institutional reform. As the supreme organ within the Party apparatus, the 11th Party Congress adopted the Socio-Economic Development Strategy for Vietnam in January 2011 for 2011 to 2020.\textsuperscript{38} In this document, institutional reform was identified as the first among the three proposed policy priorities. The document also provided that the 1992 Constitution was to be revised. The 11th Party Congress elected a Central Committee, a body with 175 official and 25 alternate-members. From 2011 to 2016, this Central Committee would be in charge of implementing the institutional reform as envisaged by the 11th Party Congress.\textsuperscript{39}

\textsuperscript{36}Vu et al, “Institutional Reform”, supra note 27.\textsuperscript{37}Vietnam 2015: Toward Prosperity, Creativity, Equity, and Democracy (Washington DC and Hanoi: World Bank and the Ministry of Planning and Investment, 2016) at 12-13.\textsuperscript{38}The 11th Party Congress was held on 11-19 January 2011. The political documents adopted at this 11th Congress are available at Communist Party of Vietnam Online Newspaper, supra note 26.\textsuperscript{39}Note that only 175 official members of the Central Committee are entitled to vote. The 25 alternate-members are entitled to participate in all discussions, but they are not entitled to vote. The Central Committee elected a Politburo with 14 members at the 11th Party Congress in January 2011. The number of members of the Politburo increased to 16, as two additional members were elected at 7th Central Committee’s Plenums held on 2-11 May 2013. The next 12th Party Congress is scheduled for early 2016. From 2011 to June 2015, the Central Committee held 11 Plenums. The revision of 1992 Constitution was debated at several plenums, including the 2nd Plenum held on 1-10 July 2011, the 6th Plenum on 1-15 October 2012, and the 7th Plenum on 2-11 May 2013.
III. DYNAMICS LEADING TO CONSTITUTIONAL CHANGE: THE DEBATES ON ECONOMIC REFORM

Among the three constitutional revisions in Vietnam in 1992, 2001, and 2013, the 2013 revision witnessed the most lively and controversial debates. As reported by the Constitution Editing Board, from 2011 to 2013, 28,000 workshops and conferences were held countrywide. In an unprecedented move by the Vietnamese government, millions of copies of the Draft Constitution were printed and disseminated to individual households, and residents in both urban and rural areas were asked to give their comments and suggestions to the heads of their residential areas. From villages, wards, communes, and districts, all local administrations, public institutions, and associations within the Vietnamese political system were obliged to collect comments from citizens on the Draft Constitution. As a result, some 26 million opinions were collected and reported. Together with the extensive coverage in the state-controlled media, vibrant and sometimes controversial discussions took place through social media. From these unique circumstances, numerous questions may be raised. First, did the CPV intend for this constitutional dialogue to take place, and why did these discussions occur? Second, how were these discussions received by the public? Finally, which constitutional values dominated these discussions?

Various long-standing social dynamics have nurtured the exchange of ideas and debates on constitutional values in Vietnam, and they have continued to influence public discourse following the promulgation of the 2013 Constitution. These dynamics existed long before the first step of the revision procedures started in July 2011. Three of these dynamics will be discussed, namely:

(1) the internal discussions within the party-state apparatus seeking an alternative economic growth model for Vietnam;

40. In Ho Chi Minh City, for example, 26 million copies of the Draft Constitution were disseminated in March 2013 to households for feedback. See People Council of Ho Chi Minh City, BÁO CÁO MỘT SỐ NỢNG CẤP BAN GIẢI TRÌNH, TIẾP THU, CHỈNH LÝ DỰ ÁN SÁI ĐỊA HIỆN PHÁP NĂM 1992 (Đтип 2: Từ ngày 06 tháng 03 đến ngày 26 tháng 03 năm 2013) [Report No 150/BC-BCDTPHCM on Collection of Ho Chi Minh City’s Citizen on the 1992 Constitution Amendment Draft (Second Phase, from 6 March to 26 March 2013)] (31 March 2013), online: HCM City People Council <http://www.dndn.hochiminhcit.gov.vn/web/guest/cac-van-ban?sessionid=73;FCA78AA02641AA7CF1F2D99B7EDEF1%p_p_id=EXT_ARTICLEVIEW%26p_p_col_id=column-right%26p_p_col_count=1%26_EXT_ARTICLEVIEW_groupId=10217%26_EXT_ARTICLEVIEW_articledId=51956%26_EXT_ARTICLEVIEW_version=1.0%26_EXT_ARTICLEVIEW_redirect=%2Fweb%2Fguest%2Fbai-viet-tham-khao>.


42. The most comprehensive documentation the debate on the 2013 Constitution is available online at Tài liệu sáí Địa Hiến Pháp [Documentation to Constitution Revision] (26 February 2014), online: Library of the National Assembly <http://duthaoonline.quochoi.vn> . The Report presented by the Constitution Drafting Board alone runs over 800 pages. In addition, there are extensive reports provided by the government, by the Fatherland Front, by the Supreme Court, and by the Supreme Procuracy. Rich sources of video and other records are also available online. They include reports from lively debates among members of the NA in plenary meetings sessions and controversial dialogues at workshops and meetings.
(2) the diversity of interests within Vietnam’s fragmented political system, representing different concerns and priorities relating to the economic system; and

(3) the growing expectations of the public, who are pushing for substantial institutional reform to accelerate economic growth.

A. Debates Within the Party-state Apparatus on an Alternative Growth Model

With institutional reform as the most pressing policy priority for economic growth, the 11th Party Congress held in January 2011 envisaged that the 1992 Constitution would be revised as part of a comprehensive institutional reform project. The “orientation” of the proposed revision was clarified at the 2nd Plenum of the Party Central Committee in July 2011. In August 2011, the Constitution Revision Commission was established to draft the necessary revisions. To support the work of the Commission, a team of 43 experts from various areas including law, economics, and sociology, was appointed to the Editing Board.

The most important concern for the CPV leadership was to control the entire revision process. There was a possibility that the resulting constitutional discussions would escape the CPV’s control, leading to public demands for further political changes. The scope of revision, topics of discussion, and even the personnel involved had to be approved by the CPV’s top leadership. 28 out of 30 members of the Constitution Revision Commission were members of the CPV’s Central Committee, and 8 of them were also members of the Politburo; effectively, half of the Politburo participated in the Commission.

The Commission was therefore the highest political collective in the country and was authorized by the Politburo to determine the scope and content of the proposed revisions.

The Editing Board was also carefully selected and approved by the CPV. Notably, the majority of these experts were legal scholars who had studied socialist legal systems.
in former socialist states during the late 1970s. The remaining members were representatives from the CPV's academies, public securities academies, social and natural scientists, economists, and one historian. This Editing Board was responsible for conducting needs assessments, evaluating and responding to comments and suggestions from the public, and preparing the drafts presented to the Commission for approval. Consequently, the most interesting constitutional discussions occurred within the Editing Board. The academic backgrounds of the Editing Board members evidently played a role. When debates became heated and controversial, especially on topics such as “the entire people’s ownership of the means of production”, the members fell back on concepts and practices they were familiar with.

Beyond controlling the selection of personnel participating in the revision process, the CPV also exerted tight control over the revision process as a whole. In August 2011, the NA proposed that the revision process should be conducted from August 2011 to November 2013 and include 12 major stages. At each stage, a rigid reporting system that promoted accountability would be implemented. For instance, during the first stage, the Politburo was in charge of deciding the basic guidelines, instructions, and the scope of the revision. During the fifth stage in June 2012, the Politburo was responsible for approving the initial draft presented to the Central Committee for consideration. The Politburo also preserved the power to make final decisions on controversial topics. This entrenched the CPV’s control over the entire revision process.

However, the CPV as a political organization lacked a single united view as to the proposed revisions. It would be naïve to expect the CPV to act with one mind and one voice. Rather, as a national political organization with 3.6 million members, the CPV is an apparatus. Individual members and internal organizations within this apparatus have different concerns and interests. The heated debates between “progressive” and “conservative” factions over the alternative economic growth models occurred within the Party apparatus before and during the 11th Party Congress in early 2011, and these continue to influence socio-economic and political discourse in Vietnam today.

The “progressive” faction of the CPV pushed for the market to play a greater role in the allocation and redistribution of economic resources. They also advocated for Vietnam to take steps towards deeper and more comprehensive integration into the global economy. Bilateral and regional free trade agreements, together with negotiations

47. 22 of these legal scholars had been educated in the former Soviet Union, and the remaining 2 were educated in East Germany.

48. The Editing Board was chaired by Phan Trung Ly, Chairman of NA Law Committee. The board operated with support from NA Law Committee staff, led by NA member Le Minh Thong, and some staff from the NA Legislative Academy. The three economists on the Editing Board are Tran Xuan Ba (CIEM: Central Institute for Economic Management), Tran Dinh Thien (VASS: Vietnam Academy for Social Science) and NA member Tran Du Lich (Ho Chi Minh City). The only non-Party member on the Editing Board is the historian, NA member Duong Trung Quoc. For a comprehensive list of members on the Editing Board, see Resolution 03/NQ-UBDTS, supra note 45.

49. Personal interviews with Prof Dao Tri Uc (Vietnam National University Law School) and Prof Mai Hong Quy (Ho Chi Minh City Law University), members of the Editing Board, Ho Chi Minh City, Vietnam (18 June 2015).

50. See Proposal No 11/TTr/UBTVQH13 dated August 02, 2011, prepared by the NA Standing Committee.

51. Personal interview with Mr Le Minh Thong, NA member, Vice-Chair of NA Law Committee, Vice-Chair of the Constitution Editing Board, Harvard Kennedy School, United States of America (13 April 2015).
over the Trans-Pacific Partnership (TPP), have exerted significant external pressure on Vietnam for the adoption of a market economy. The “progressive” faction of the CPV therefore pushed for greater certainty in property law, stronger protection of private property, especially land, and reforms of the state apparatus to improve the business environment. They also called for Vietnam to recognize the private sector as the new engine of the national economy, and to ensure competition and equality among diverse economic sectors. To this end, they argued that state intervention in economic matters should be restricted to only what was necessary, such that the allocation and redistribution of resources would be dealt with by the market. Both privately and publicly owned firms would be subject to market discipline.

On the other hand, the “conservative” faction of the CPV advocated defending the traditional socialist system. They feared that the Vietnamese party-state would not be able to preserve its monopoly over society, particularly with respect to its control over the economy, if most of Vietnam’s means of production were privately owned. The “conservative” faction of the CPV therefore defended the concept that “the means of production shall be owned by the entire Vietnamese people” and the dominant role of State-Owned Enterprises (SOEs). They also focused on the state’s control and management of the national economy according to socialist principles. Land and natural resources would be publicly owned, and the state would have the right to acquire land where necessary, especially to “modernize” the country. For them, Vietnam’s “socialist orientation” should be emphasized in its economic order.

This debate on Vietnam’s alternative growth models also gives an indication of the changing political power structure within the CPV apparatus. Intensive political infighting seems to be common in authoritarian regimes, and change in socialist countries only appears to be possible after the death of political strongmen. In

52. Such views were expressed in the Prime Minister’s New Year Message 2013, and in the discussions of Mr Tran Du Lich (Ho Chi Minh City) and Mr Vo Hong Phuc (Minister for Planning and Investment) at the 11th Party Congress. See MINH Thu, “Thảo luận văn kiện Đại hội và toàn thể của một vị bộ trưởng [Discussion of the Party’s Documents and Reflections of a Minister]”, VnEconomy (14 January 2011), online: VnEconomy <http://vneconomy.vn/thoi-su/thao-luan-van-kien-dai-hoi-van-tam-tu-cua-mot-vi-bu-truong-20110113084253366.htm>.

53. Personal interviews with Tran Dinh Thien (Director of VASS: Institute for Economic Research) and Tran Huu Huynh (President of VIAC: Vietnam International Arbitration Center, former director of VCCI Legal Department), members of the Editing Board, Ho Chi Minh City, Vietnam (10 June 2015).


55. See e.g. the Resolutions at 14th Plenum of Central Committee in December 2010 (adopted with only 55.6% support for the proposition that the Vietnamese economy should be based on the “dominance of public productive means”, as proposed by the General Secretary of the CPV). Further, see the discussions of Le Huu Nghia, President of Party Academy, and Vu Duc Huy, Secretary of SOEs Party Organization at the 11th Party Congress. After two days of debate at the 11th Party Congress, the emphasis on the “dominance of public productive means” in the Resolutions was deleted and replaced by the notion of “appropriate productive means”. See MINH Thu, “Vấn đề chủ nhất gì thì chủ nhất nên đưa vào văn kiện [Unclear Issues Should Not be Incorporated into the Party’s Document]”, VnEconomy (14 January 2011), online: VnEconomy <http://vneconomy.vn/thoi-su/van-de-chua-ro-thi-chua-nen-dua-vao-van-kien-2011011405513120.htm>.

56. Changes only occurred in the former Soviet Union after the death of Stalin, and changes only took place in China after the death of Mao Zedong. Reforms took place in Vietnam in 1986 only after the death of Party Secretary Le Duan.
Vietnam’s case, the passing of the first generation of revolutionaries has effectively removed these strongmen, and the CPV’s current leadership is a collective one with every Politburo member having a de facto veto right. If the General Secretary fails to demonstrate strong leadership and influence, politically and economically, the power structure within the CPV could change. From 2001 to 2011, Nong Duc Manh, a Vietnamese citizen from the Tây ethnic minority, was elected as the General Secretary of the CPV. During his two terms in office, the management of Vietnam’s economy was shifted from the CPV to the government. The CPV’s Central Economic Commission was dissolved. The government was authorized to initiate a nationwide experiment with large state-owned business groups, each comprising hundreds of affiliated companies throughout the country. The Prime Minister was placed in charge of overseeing 12 large national business groups. Without any accountability mechanism, it is unsurprising that all of these state-owned business groups operated inefficiently, and some quickly went bankrupt.

After the 11th Party Congress, the newly-elected General Secretary Nguyen Phu Trong attempted to restore the CPV’s control over the economy from 2011 to 2012. The CPV leadership decided to halt its experiment with large state-owned business groups, and pushed for a restructuring program on the governance of SOEs. The CPV also restored its Central Economic Commission, in the hope that the Commission would help to effectively review the economic policies presented by the government. The Party Secretary replaced the Prime Minister in chairing the National Commission to Combat Corruption, and the Central Commission of Internal Affairs was also restored. While not every attempt by the present General Secretary to return control over the economy to the CPV has been successful, economic and political power is being consolidated among the CPV’s top leadership. Political infighting among CPV members also intensified in the lead-up to the 12th Party Congress in early 2016.

57. Such revolutionaries include Ho Chi Minh, Le Duan, Truong Chinh, Pham Van Dong, and Vo Nguyen Giap.
59. Such groups are also called state incorporations or conglomerates (tập đoàn kinh tế nhà nước).
60. The 12 national SOEs included Vietnam Petroleum (PVN), Vietnam Electricity (EVN), Vietnam Coal and Mineral Industries (Vinacomin), Vietnam Airlines (VNA), Vietnam Shipbuilding Industries (Vinashin), Vietnam Textile Industries (Vinatex), and Vietnam Post and Telecommunication (VNPT).
61. Resolution 50-KL/TW adopted by the Central Committee on restructuring of state-owned business groups and enterprises, dated 29 October 2012.
62. Decision 160/QĐ-TW made by the Central Committee on establishment of the Central Economic Committee, dated 28 December 2012.
63. Ibid. See also TRAN Cham, “Central Committee of Internal Affairs begins operating from February”, Vietnamnet Bridge (4 February 2013), online: Vietnamnet Bridge <http://english.vietnamnet.vn/fms/government/65805/central-committee-of-internal-affairs-begins-operating-from-february.html>.
64. LE Hong Hiep, “Power shifts in Vietnam’s political system”, East Asia Forum (5 March 2015), online: East Asia Forum <http://www.eastasiaforum.org/2015/03/05/power-shifts-in-vietnams-political-system/>.
Presently, the discussion continues as to how the Party will preserve its economic—and by extension, political—legitimacy. There is a divergence of views. The tension between the “conservative” and “progressive” factions of the CPV is not purely ideological, and it indicates a deeper change in Vietnam’s power structure. The CPV’s internal discussions on the role of the state versus the market, public versus private property, and restoring a strong central state to intervene effectively in economic management versus redefining the regulatory functions of the state as a facilitator of economic growth clearly have had a serious impact on the constitutional discourse on Vietnam’s economic system.

B. Diversifying Interests within Vietnam’s Political System

After its first meeting in September 2011, the Editing Board was divided into 6 working teams, and began to evaluate the implementation of the 1992 Constitution and identify areas for revision. Nguyen Van Phuc led the team responsible for the provision on the economic system.66 From September 2011 to March 2012, numerous workshops and conferences were held, accompanied by extensive media coverage. This raised public awareness on the constitutional roots of economic growth and performance in Vietnam.

Within Vietnam’s political system, the government took the lead in conducting needs assessments for constitutional revisions.67 This took the form of a nationwide political campaign, in which the CPV led and moderated a broader public discussion. This employed a wide range of forums and platforms within the political system to exchange views and ideas on the proposed revision of Vietnam’s economic order in the 2013 Constitution.

In contrast to the constitutional discourse in 2001,68 there was a significant divergence of interests within Vietnamese society, thereby intensifying social tensions. Due to the ongoing decentralization of state power in Vietnam, the provinces and large state-owned business groups were able to exert significantly more influence in the policy-making process.69 Provinces demanded more autonomy in order to cope with local challenges arising from urbanization and industrialization. In particular, these provinces wanted more autonomy to decide on budgets and to choose the appropriate municipal government model.70 At the same time, interest groups and oligarchies

66. Mr Nguyen Van Phuc is an NA member (Vice Chair of NA Economic Committee). Other participants include Prof Tran Dinh Thien (Director of VASS-Institute for Economic Research), Mr Tran Du Lich (NA member, economist), Mr Tran Huu Huynh (VIAC President, former Director of VCCI Legal Department), and Prof Nguyen Nhu Phat (Director of VASS-Institute of State and Law). Personal interviews with Tran Dinh Thien and Tran Huu Huynh, Ho Chi Minh City, Vietnam (10 June 2015).

67. Decision 1695/QD-TTg of the Prime Minister, to establish the Steering Committee to evaluate the implementation of the 1992 Constitution, dated 28 September 2011. This Committee operated from 2011 to January 2014.


benefiting from the monopoly of large SOE groups emerged and expanded their influence over the policy-making process. Ideological doctrines, such as “the entire people’s ownership of productive means”, the leading role of SOEs and of the state sector, and the role of the state in the management and control over the market, may be used to disguise the interests of well-connected crony businesses. Supporters of Vietnam’s “socialist orientation” do not only include orthodox ideologues, but also groups with vested interests and monopolistic oligarchies, which have exploited the uncertainty of this concept for their own benefit.

From the CPV’s internal discussions to public debates, the controversy over the role of the state versus the market, the ambiguity of the concept of “the entire people’s ownership of productive means”, and the need to redefine Vietnam’s “socialist orientation” have dominated the present debate on Vietnam’s economic system. Representatives from all sides have articulated their views, from conservatives defending the dominance of public ownership and a strong state sector to progressives calling for a new orientation towards a facilitative, enabling state. Leading economists in Vietnam, such as Nguyen Dinh Cung and Tran Dinh Thien, have publicly called for a liberal system, with the private sector as the engine of growth. They have argued for reducing the role of the state as the main actor in the economic sphere, limiting it as an economic regulator.

Senior politicians and state officials have sometimes become quite outspoken towards the end of their term in office. Notably, former Minister of Planning and Investment Bui Quang Vinh, when commenting on socialist-oriented market institutions, has publicly said that “we keep studying that model, searching for it in vain.

73. This warning was one of the messages that we raised in our joint research commissioned by UNDP Vietnam in 2009–2010 on the need to institutional reform in Vietnam. The report was introduced to the public on September 13, 2010 and was fiercely debated in Vietnam’s media, see “Chính phủ nên từ bỏ vai trò quản lý tài sản công [The Government shall refrain to act as manager of public property]”, Tuan VietnamNet (10 October 2010), online: Tuan VietnamNet <http://tuanvietnam.vietnamnet.vn/2010-09-08-chinh-phu-ten-tu-bo-vai-tong-quan-voi-tai-san-cong>. See e.g. HOANG Van Luan, “Interest Group and Some Issues on Interest Group in Vietnam” (2014) 30 Journal of Social Sciences 1.

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There is no such model to be found." Retired politicians have often called for liberalization when they no longer directly benefit from the current system. Examples include former Minister of Trade Truong Dinh Tuyen, who called for Vietnam to redefine its “socialist orientation” and former Minister of Justice Nguyen Dinh Loc who led a group calling for a liberal constitution.

The debates within Vietnam’s political system leading to the 2013 Constitution were far more vibrant as compared to the 2001 Constitution. Ongoing changes to the political system allowed more stakeholders to participate. While research institutions remained under government control, they were able to improve their capacity and test the little autonomy they enjoy in law and policy research. Quasi-non-governmental organizations were also allowed to articulate the critical concerns of their constituencies. Finally, due to rapid developments in public communication, the calls for reform were transmitted quickly from the political elite to the wider public. From these vibrant debates, the public have become aware that the internal contradictions and ambiguities of Vietnam’s “socialist orientation” as provided in the constitution have hampered reform, and therefore need to be changed.

C. Growing Expectation of the Public in Pushing for Liberal Reform

Based on the principles and guidelines approved by the CPV, the Editing Board presented numerous versions of the Draft Constitution for internal discussion in 2012.


79. For examples of the social elite resisting reform in Vietnam, see Martin GAINSBOROUGH, “Elites vs. Reform in Laos, Cambodia, and Vietnam” (2012) 23(2) *Journal of Democracy* 34.


81. Before Prime Minister (PM) Nguyen Tan Dung’s (2006–2011) first term, there was a Research Commission at the Prime Minister’s Office (PMRC), comprising some reform-minded advisors, such as Tran Xuan Gia, Le Dang Doanh, and Pham Chi Lan. The PMRC was suddenly dissolved in 2006 after the PM took office. After this event, some of these advisors created an independent think-tank called IDS (Institute for Development Studies). The IDS was led by Nguyen Quang A. Due to its critiques of the government, IDS was also quickly forced to close down in 2007. Although the think-tank was closed, its network of intellectuals remained and was able to organize further joint activities. They collected signatures to protest against the bauxite project in Vietnam’s Tay Nguyen highlands; they also formed the group demanding for constitutional reform in January 2013. Their request was initially signed by 72 well-known persons, and was therefore dubbed “Group 72”. Their request subsequently obtained tens of thousands of signatures from January to September 2013.


83. Active participants in constitutional discourse during 2011–2015 include the NA-Legislative Institute, Ho Chi Minh City Law University, Vietnam National University Law School, and VASS-Institute for State and Law.

84. Notable participants include the Vietnam Federation of Bar Associations (VFB), the Vietnam Lawyer Association (VLA), the Vietnam Union of Science and Technology Associations (VUSTA), the Institute for Law and Development (VUSTA-PLD), and the Institute for Public Policies Studies. Video records of some very lively debates on constitutional reform organized by VUSTA-PLD are available online, such as “Tọa đàm ‘Giả tỷ Sự đời Hiến pháp 1992’”, VPLD, VUSTA (5) [Workshop on Collection of comments to 1992 Constitution Amendment, organized by Institute for Law and Development] (18 March 2013) (video), online: YouTube <https://www.youtube.com/watch?v=ivwQKP40JsI>.
Despite being subject to further amendments, the draft was presented to the NA for the first reading in October 2012, and its second reading took place in May 2013. The draft was presented for public comments from January to the end of March 2013, and this period subsequently extended to the end of September 2013. Finally, the NA voted on the Draft Constitution in November 2013.

According to the Editing Board, it received three million comments on the economic system from citizens. This number, although possibly exaggerated, reflects the growing awareness within Vietnamese society of constitutional issues. Beyond the established political system, information technology has enabled ordinary Vietnamese to be better informed on political and global issues. An estimated 40 million Vietnamese have access to the Internet and social media. Vietnamese youth have rapidly benefited from these phenomenal opportunities. These new mechanisms for public expression have proven to be challenging for the government. Rumours intended to damage political reputations have been circulated through the Internet and social media, and these have fanned the flames of internal discord within the CPV.

Blogs, Facebook, and other forms of social media have enabled citizens to voice their concerns and proactively contribute to constitutional dialogue. Economic mismanagement, particularly the inefficiencies in public investment, failure of SOEs, and rampant corruption have elicited public anger. Calls for SOEs to be disciplined, and for the government to privatize land and strictly control scarce natural resources have reached millions of people through the Internet. Although the CPV has historically not welcomed the spontaneous and pluralistic civil society developed by netizens, it has been unable to prohibit it as well. This number, although possibly exaggerated, reflects the growing awareness within Vietnamese society of constitutional issues.

As compared to China, social media and civil society seem to be less restricted in Vietnam. Most recently, citizens in Hanoi were able to come together to save the city’s...
cherished trees.\textsuperscript{93} Netizens were free to organize activities opposing the city’s policy in order to rescue 6,700 trees in Hanoi.\textsuperscript{94} In South Vietnam, 90,000 workers organized a collective strike which lasted 4 days,\textsuperscript{95} and demanded changes to the recently enacted Social Insurance Law, which is expected to come into force in early 2016.\textsuperscript{96} Vietnamese people expect more accountability from the government. They have looked for ways to publicly voice their concerns and mobilized themselves to demand government attention on important issues.\textsuperscript{97} Public discontent may also grow during an economic slowdown and vulnerable groups are likely to express their anger at the state.\textsuperscript{98}

In contrast to Vietnam’s official “socialist orientation”, the Vietnamese on the ground have overwhelmingly supported a pro-market approach, as demonstrated by various domestic surveys\textsuperscript{99} and international studies.\textsuperscript{100} Beyond constitutional changes, they expect the government to express a clear commitment towards a free market economy. In particular, the Vietnamese hope that their rights in land are secure; that their private property will be protected effectively; and that their freedom to conduct any kind of business is protected subject to the law.

In light of the purported three million comments received by the Editing Board on the economic system, it is unsurprising that the Vietnamese expect that Vietnam’s “socialist orientation” will not be abused to benefit inefficient SOEs, and by extension, monopolistic oligarchies controlling the nation’s economic resources. Rather, Vietnamese citizens have called for secure land use rights and even land privatization. There have been public calls for the dominance of SOEs to come to an end, for the equal and just treatment of the private sector, and for fair access to the market. In essence, the people have become aware for the dominance of SOEs to come to an end, for the equal and just treatment of the private sector, and for fair access to the market. In essence, the people have become aware that the constitution should protect their civil rights in property and that the same rights should be extended to private businesses. The Vietnamese are no longer content to be mere recipients of the state’s commands – they are demanding real change.\textsuperscript{101}

\textsuperscript{93} Michael PEEL, “Hanoi residents mobilise to save city’s cherished trees”, Financial Times (27 March 2015), online: Vietnam Studies <http://www.viet-studies.info/kinhte/HanoiTrees_FT.pdf>.


\textsuperscript{99} VCCI (2012), Changing Attitudes to the Market and the State (CAMS), updated 23 July 2014, see CAMS 2014: <http://vccinews.com/news_detail.asp?news_id=32424>. 89% of Vietnamese surveyed said that they are pro-market.

\textsuperscript{100} Ezra KLEIN, “Free markets are more popular in Vietnam than in America”, Vox (3 May 2015), online: Vox <http://www.vox.com/2015/5/3/8539365/vietnam-capitalism-pew?}.

\textsuperscript{101} Social media played an extraordinary role in promoting liberal ideas during 2011–2013, especially through the blog \textit{ambhasam}, which used different domain names. The blog provided links to many
In an attempt to reflect this spectrum of views, the Draft Constitution presented to the NA in October 2012 adopted a rather unique structure. For constitutional provisions on which there was no consensus, the Editing Board provided different permutations for each provision. For instance, the present Article 51 of the 2013 Constitution was intensely debated during the drafting process. The first section of this Article attempts to define the nature of Vietnam’s “socialist-oriented market economy”. From October 2012 to September 2013, this section was drafted with two options: the first preserved the dominance of the public sector, while the second focused on fair competition and market discipline, without drawing a distinction between the private and public sectors. The final version of Article 51 adopted the first option and deleted the second. Further, the present Article 54 of the 2013 Constitution, which dealt with the public ownership of land, was also a political compromise. An early draft of this Article included an additional option for land use rights to be considered as a property right, but this option was also deleted in the final version of the 2013 Constitution. Although not all public demands were fully reflected during the drafting process, some made their imprint in the very first versions of the Draft Constitution. In this sense, the dialogue between the CPV and Vietnam’s changing society was very beneficial for the constitutional movement in Vietnam.

IV. CONCLUSION

The provisions on Vietnam’s economic order, as stipulated by the 2013 Constitution, are in essence an ideological compromise reached by various stakeholders after almost three years of vibrant debate. Vietnam has inched forward towards a free market economy in the 2013 Constitution, although it was by no means a radical step towards a liberal constitution. The 2013 Constitution of Vietnam inherited much from its socialist past, and it continues to suffer from considerable uncertainty on property matters, particularly in land and natural resources, and from the dominance of the inefficient public sector.

From 2011 to 2013, Vietnam experienced a vibrant constitutional discourse on the way forward for its economy. From internal CPV discussions to public debates, this constitutional discourse contributed to social consensus and compromise. With regard to Vietnam’s economic order, this compromise may at least be understood in the five following aspects.

102. Compare the draft of Constitution as modified in October 2012, September 2013 and October 2013, all provided by the Editing Board.

103. Personal interview with Mr Tran Du Lich, NA member and a member of the Editing Board, Hanoi, Vietnam (15 June 2015).
First, in contrast to Vietnam’s political order in Chapter I of the 2013 Constitution, which is assumed to be fundamental and remains unchanged, Vietnam’s economic order is subject to steady change. The drafters of the new constitution considered Vietnam’s economic order as essential to the strategic orientation of Vietnam’s growth model. The economic order should therefore be understood as a summary of the guiding principles for Vietnam’s economic policies. For this purpose, the guiding principles for economic policies are now subordinated under the new Chapter III, comprising economic, cultural, educational, science, technological, and environmental policies.

Second, the drafters of the 2013 Constitution attempted to keep the constitutional provisions on Vietnam’s economic order abstract and general in order to enable them to function as guiding principles. In this sense, the 2013 Constitution envisages that the CPV will merely be responsible for management of the economy. The economic sector provisions on Vietnam’s cultural, educational, science, technological, and environmental policies. In this sense, the 2013 Constitution continues to be of paramount importance within Vietnam’s economic order as essential to the strategic orientation of Vietnam’s economic order should therefore be understood as a summary of the guiding principles for Vietnam’s economic policies. For this purpose, the guiding principles for economic policies are now subordinated under the new Chapter III, comprising economic, cultural, educational, science, technological, and environmental policies.

Third, as a political compromise, the 2013 Constitution continues to preserve the ambiguity surrounding Vietnam’s “socialist orientation”, the “dominance of state’s economic sector”, and “the entire people’s ownership of productive means”. The power to interpret this ambiguity is neither vested with the Standing Committee of the NA, nor with the Supreme People’s Court. It can only be clarified through policies adopted by the CPV and by the enormous body of legal documents issued by the state apparatus. This ambiguity may allow state agencies to issue laws and administrative regulations, which unreasonably restrict individual liberties.

Fourth, the 2013 Constitution also contains a number of contradictions. The Constitution protects the dominance of the state’s economic sector, but simultaneously commits fully to market rule. The Constitution recognizes private property and promises to protect them, but simultaneously declares that all land is public and that the government can appropriate land if it considers it necessary. The government’s...
right to appropriate land does not seem to be sufficiently restricted, given that it may do so where national defence, public security, national economic and social development, and public purposes are concerned. Obviously, the generous right granted to the government for land appropriation clearly contradicts an individual’s right to private property.

Fifth, the debate on Vietnam’s economic order is still ongoing. The ambiguity and contradictions in the 2013 Constitution on the roles of state versus the market in economic management, and on the distinction between public and private property, continue to hamper and impede Vietnam’s present economic growth. Despite the promulgation of the 2013 Constitution, most of these questions remain unanswered. The internal political struggle within the CPV for an alternative economic growth model will be the decisive factor that determines how Vietnam’s new leadership, as elected after the 12th Party Congress in 2016, will confront these challenges.

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109. Compare 2013 Constitution, supra note 1, art 32 with art 54.3.