Client Update: Vietnam

2024 JULY



Technology, Media & Telecommunications

Decree No. 55/2024/ND-CP Guiding the Law on Consumer Rights Protection

Introduction

On 16 May 2024, the Government issued Decree No. 55/2024/ND-CP ("Decree 55/2024") guiding certain articles of the Law on Consumer Rights Protection (click here for our earlier Legal Update on this law). The decree came into effect from 1 July 2024 together with the Law on Consumer Rights Protection.

This Update provides a high-level summary of the key provisions introduced by Decree No. 55/2024.

Influencers

The Law on Consumer Rights Protection regulates **influencers** for the first time, and requires them to inform consumers as to whether they are being sponsored to provide information about their products, goods or services. Influencers also have certain responsibilities concerning the content that they convey.

Decree 55/2024 provides clarity as to who are the influencers for this purpose. Influencers are experts or persons who have reputation or publicity in a specific field, industry, or profession, and sponsored by a trader in any form to use the image, advice, or suggestion of such person to promote trade or encourage consumers to purchase or use their products, goods, or services. They specifically include:

- (a) persons with qualifications, expertise, and experience in a specific field, industry, or profession or who are recognised by competent agencies and organisations;
- (b) persons with meritorious services, contributions, or reputation in the society or a specific field, industry, or profession, or recognised by competent agencies and organizations; and
- (c) persons who are notified by society, have a significant number of people interested and following on the media, or have accounts that are eligible to participate in advertising and business programs on digital platforms.

"Large Digital Platforms"

Decree 55/2024 elaborates regulations that apply to "large digital platforms". These are platforms that facilitate electronic e-transactions, established and operated for business activities in cyberspace, and

Client Update: Vietnam

2024 JULY



Technology, Media & Telecommunications

either (i) have at least 3,000,000 active user accounts annually in Vietnam or (ii) are classified as large or very large intermediary digital platforms under electronic transaction laws.

These "large digital platforms" will be subject to transparency requirements concerning how they display the priority of products, goods and services during searches. They also need to comply with information reporting obligations to the state authorities, including the Vietnam Competition Commission.

Further Consumer Contract Requirements

Decree 55/2024 provides for additional visual requirements concerning contracts that are entered into with consumers. This includes a requirement for such contracts to have the following:

- (a) minimum font size of 12 in Times New Roman or equivalent size (for contracts on paper);
- (b) contrasting font colour and background colour representing the text content;
- (c) a text layout and design that is clear and easy to follow; and
- (d) content that is clear, easy to understand and complies with legal regulations on protecting consumer rights.

Model Contracts and General Trading Conditions

Decree 55/2024 sets out the detailed procedures for registering model contracts and general trading conditions. The types of contracts that fall into this category are prescribed by the Prime Minister, and generally include essential goods and services (e.g., basic telecommunications services).

The decree prescribes the statutory forms for registration, processes, and timelines for the registration.

Handling Defective Goods

In line with the new classification and refined methods for handling defective goods (e.g. product recalls) under the Law on Consumer Rights Protection, Decree 55/2024 sets out more specific timelines and public notification requirements for traders that supply defective goods.

For "Group A" products/goods, traders need to disclose and announce information about defective products/goods and their recall within three working days from the date on which the defect is discovered or upon the relevant authorities' request. For "Group B" products/goods, the timeline is five working days.

Client Update: Vietnam

2024 JULY



Technology, Media & Telecommunications

Before a recall is carried out, traders need to report to the state authorities. The statutory forms, processes and timelines relating to such reporting obligation are set out in Decree 55/2024.

Publication of Violators

Decree 55/2024 includes a mechanism by which traders that violate the law on consumer rights protection in cyberspace will be publicly announced on mass media, displayed at headquarters and posted on the web portal of ministries, ministerial-level agencies, and provincial-level People's Committees.

The announcement will include the identity of the violating trade, the acts and type of violation, and the decision on handling the violation by the authorities.

The timeline for announcing violations is 30 days from the date of violation.

Further Information

Please feel free to reach out to our contact partners should you have queries on the above development.

Client Update: Vietnam 2024 JULY



Contacts



Dr Chau Huy Quang
Managing Partner
T +84 28 3821 2382
guang.chau@rajahtannlct.com



Vu Thi Que
Chairwoman
T +84 28 3821 2382
que.vu@rajahtannlct.com



Logan Leung
Deputy Managing Partner
T +84 28 3821 2382
logan.leung@rajahtannlct.com



Partner
T +84 28 3821 2382

nha.nguyen@rajahtannlct.com

Nguyen Dinh Nha



Huynh Thi Thu Thuy
Partner
T +84 28 3821 2382
thuy.huynh@rajahtannlct.com



Nguyen Hung Du
Partner
T +84 28 3821 2382
du.nguyen@rajahtannlct.com



Cao Dang Duy
Partner
T +84 28 3821 2382
duy.cao@rajahtannlct.com



Lim Wee Hann
Executive Committee Member
T +84 28 3821 2673
wee.hann.lim@rajahtann.com

Client Update: Vietnam 2024 JULY



Our Regional Contacts

R&T SOK & HENG | Cambodia

Rajah & Tann Sok & Heng Law Office

T +855 23 963 112 / 113 F +855 23 963 116 kh.rajahtannasia.com

RAJAH & TANN 立杰上海

SHANGHAI REPRESENTATIVE OFFICE | China

Rajah & Tann Singapore LLP Shanghai Representative Office

T +86 21 6120 8818 F +86 21 6120 8820 cn.rajahtannasia.com

ASSEGAF HAMZAH & PARTNERS | Indonesia

Assegaf Hamzah & Partners

Jakarta Office

T +62 21 2555 7800 F +62 21 2555 7899

Surabaya Office

T +62 31 5116 4550 F +62 31 5116 4560 www.ahp.co.id

RAJAH & TANN | Lao PDR Rajah & Tann (Laos) Co., Ltd.

T +856 21 454 239 F +856 21 285 261 la.rajahtannasia.com

CHRISTOPHER & LEE ONG | Malaysia

Christopher & Lee Ong

T +60 3 2273 1919 F +60 3 2273 8310 www.christopherleeong.com RAJAH & TANN | Myanmar

Rajah & Tann Myanmar Company Limited

T +95 1 9345 343 / +95 1 9345 346 F +95 1 9345 348

mm.rajahtannasia.com

GATMAYTAN YAP PATACSIL

GUTIERREZ & PROTACIO (C&G LAW) | Philippines

Gatmaytan Yap Patacsil Gutierrez & Protacio (C&G Law)

T +632 8894 0377 to 79 / +632 8894 4931 to 32

F +632 8552 1977 to 78 www.cagatlaw.com

RAJAH & TANN | Singapore

Rajah & Tann Singapore LLP

T +65 6535 3600 sg.rajahtannasia.com

RAJAH & TANN | *Thailand* R&T Asia (Thailand) Limited

T +66 2 656 1991 F +66 2 656 0833 th.rajahtannasia.com

RAJAH & TANN LCT LAWYERS | Vietnam

Rajah & Tann LCT Lawyers

Ho Chi Minh City Office

T +84 28 3821 2382 / +84 28 3821 2673

F +84 28 3520 8206

Hanoi Office

T +84 24 3267 6127 F +84 24 3267 6128 www.rajahtannlct.com

Rajah & Tann Asia is a network of legal practices based in Asia.

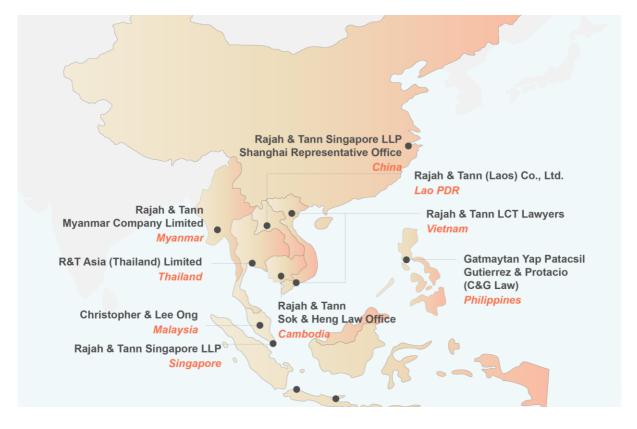
Member firms are independently constituted and regulated in accordance with relevant local legal requirements. Services provided by a member firm are governed by the terms of engagement between the member firm and the client.

This update is solely intended to provide general information and does not provide any advice or create any relationship, whether legally binding or otherwise. Rajah & Tann Asia and its member firms do not accept, and fully disclaim, responsibility for any loss or damage which may result from accessing or relying on this update.

Client Update: Vietnam 2024 JULY



Our Regional Presence



Rajah & Tann LCT Lawyers has a multi-faceted talent pool of lawyers with expertise in a range of practice areas who are able to provide end-to-end legal services for all transactions in Vietnam. Rajah & Tann LCT Lawyers is also able to handle cross-border transactions involving other jurisdictions, particularly those within the Indochina region.

Rajah & Tann LCT Lawyers is part of Rajah & Tann Asia, a network of local law firms in Cambodia, China, Indonesia, Lao PDR, Malaysia, Myanmar, the Philippines, Singapore, Thailand and Vietnam. Our Asian network also includes regional desks focused on Brunei, Japan and South Asia.

The contents of this Update are owned by Rajah & Tann LCT Lawyers and subject to copyright protection under the laws of Vietnam and, through international treaties, other countries. No part of this Update may be reproduced, licensed, sold, published, transmitted, modified, adapted, publicly displayed, broadcast (including storage in any medium by electronic means whether or not transiently for any purpose save as permitted herein) without the prior written permission of Rajah & Tann LCT Lawyers.

Please note also that whilst the information in this Update is correct to the best of our knowledge and belief at the time of writing, it is only intended to provide a general guide to the subject matter and should not be treated as a substitute for specific professional advice for any particular course of action as such information may not suit your specific business and operational requirements. It is to your advantage to seek legal advice for your specific situation. In this regard, you may call the lawyer you normally deal with in Rajah & Tann LCT Lawyers.