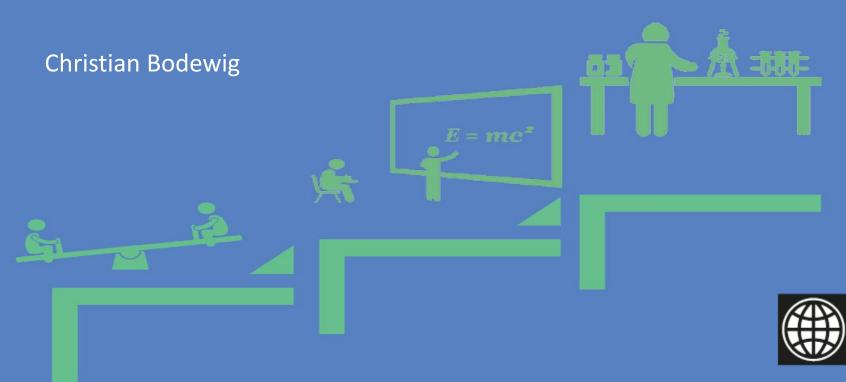
Skilling up Vietnam: Preparing the workforce for a modern market economy

Vietnam Development Report 2014



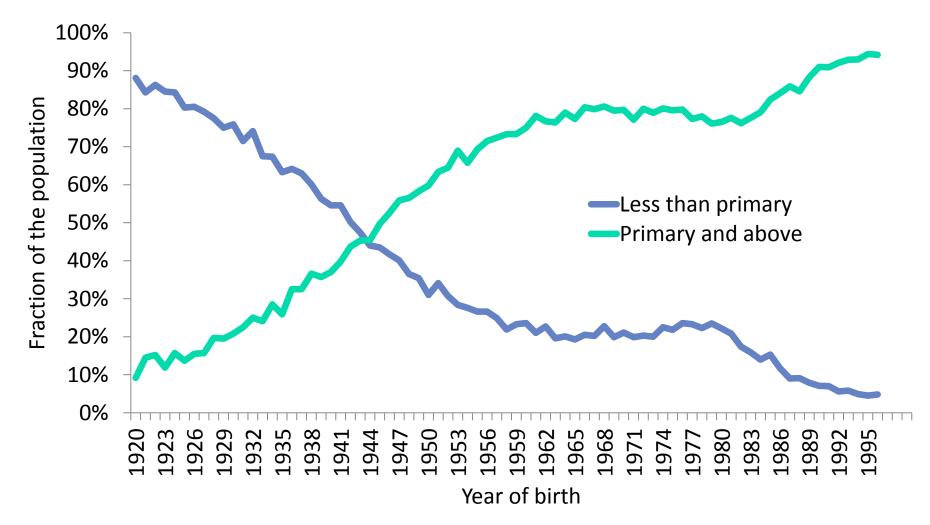
Looking Back

đổi mới

Today

Vietnam's success story: Fast growth and poverty reduction in the wake of a rapid transition of employment from agriculture to non-farm jobs

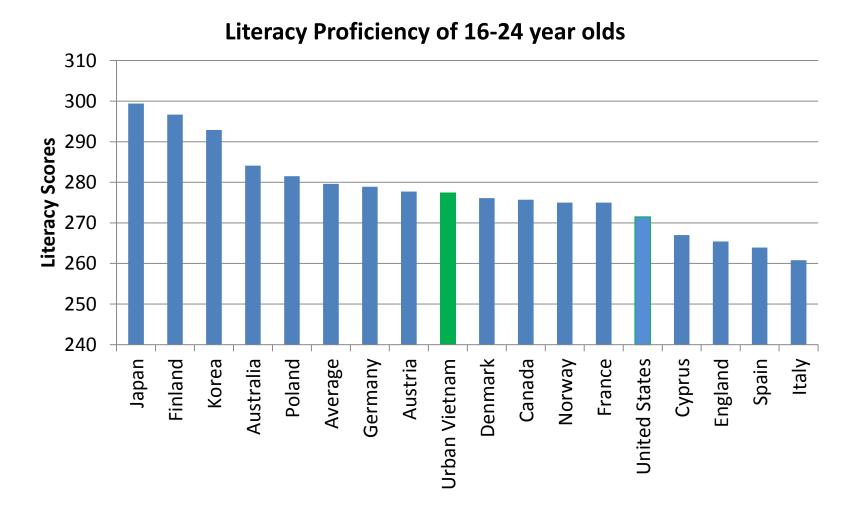
Education has played a critical role in Vietnam's success story...



Source: WB staff estimations with 1998-2010 VHLSS.



...and today Vietnamese urban youth have strong literacy skills

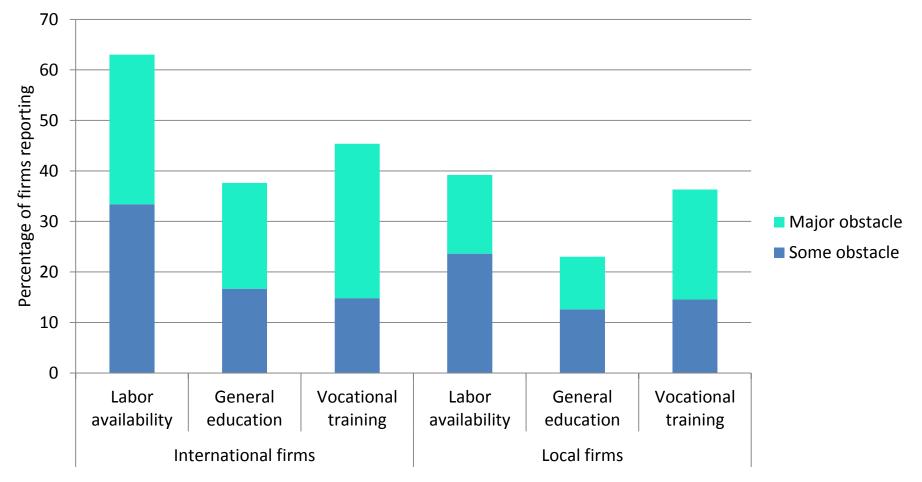


Source: WB staff estimations with 2011 Vietnam STEP Employer Survey. Non-Vietnam scores from OECD PIAAC



But employers are critical of the education system and concerned about skills shortages

Obstacles to firm operation and growth



Source: WB staff estimations with 2011 Vietnam STEP Employer Survey

Looking Ahead

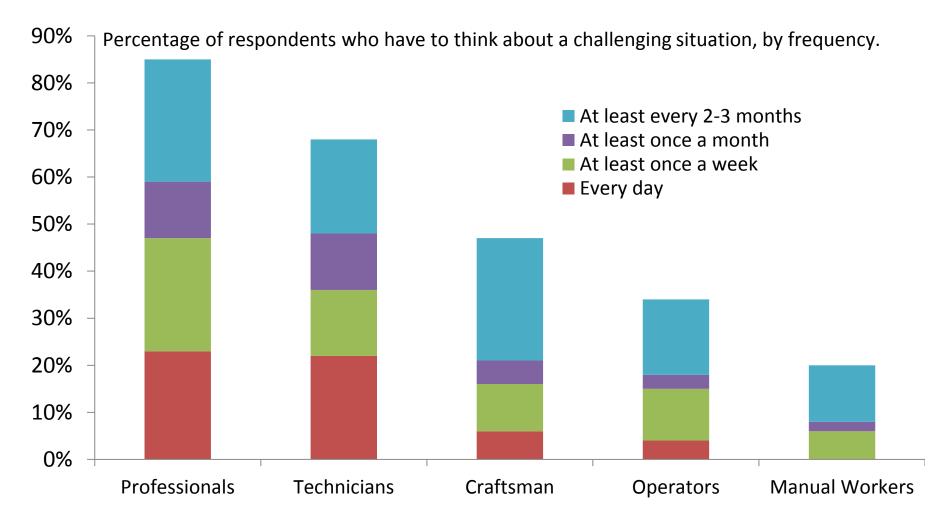


Today

2030

What skills are demanded today and tomorrow? A look at Hanoi and HCMC

Economic modernization: new types of jobs require new types of skills



Source: WB staff estimations with 2011 Vietnam STEP Household Survey

What do we mean by "skills"?

Cognitive

Involving the use of logical, intuitive and creative thinking

Raw problem solving ability vs. knowledge to solve problems

Verbal ability, numeracy, problem solving, memory (working and long-term) and mental speed

Behavioral

Soft skills, social skills, lifeskills, personality traits

Openness to experience, conscientiousness, extraversion, agreeability, emotional stability

Self-regulation, perseverance, decision making, interpersonal skills

Jobspecific

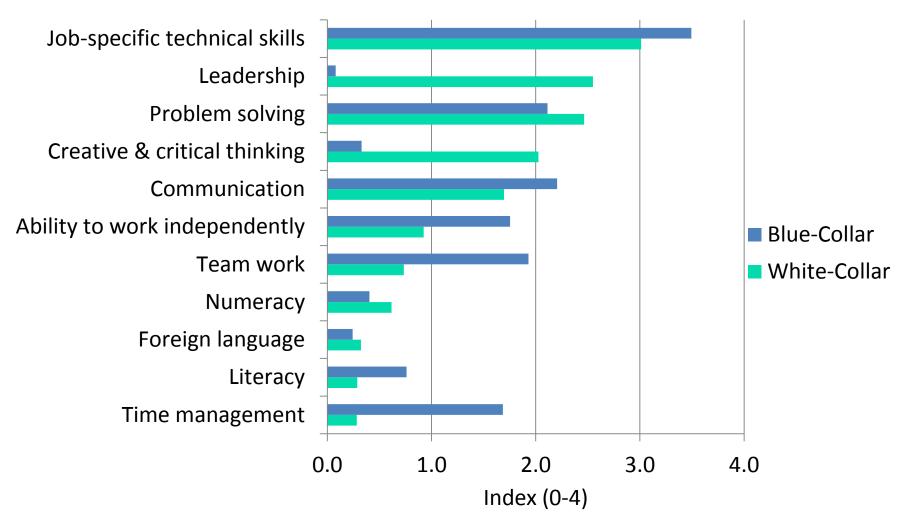
Involving manual dexterity and the use of methods, materials, tools and instruments

Technical skills developed through vocational schooling or acquired on the job

Skills related to a specific occupation (e.g. engineer, economist, IT specialist, etc)



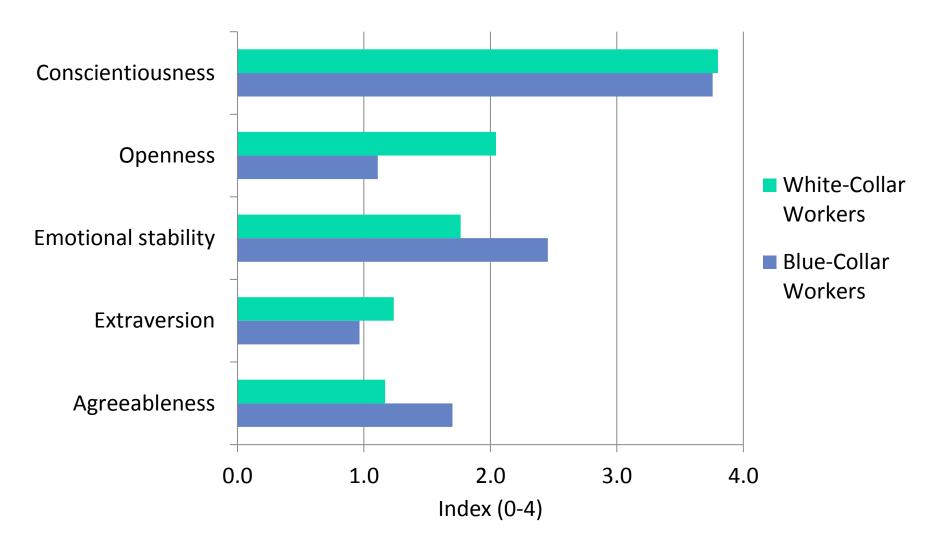
Job-specific technical skills are highly valued - but there is more



Source: WB staff estimations with 2011 Vietnam STEP Employer Survey

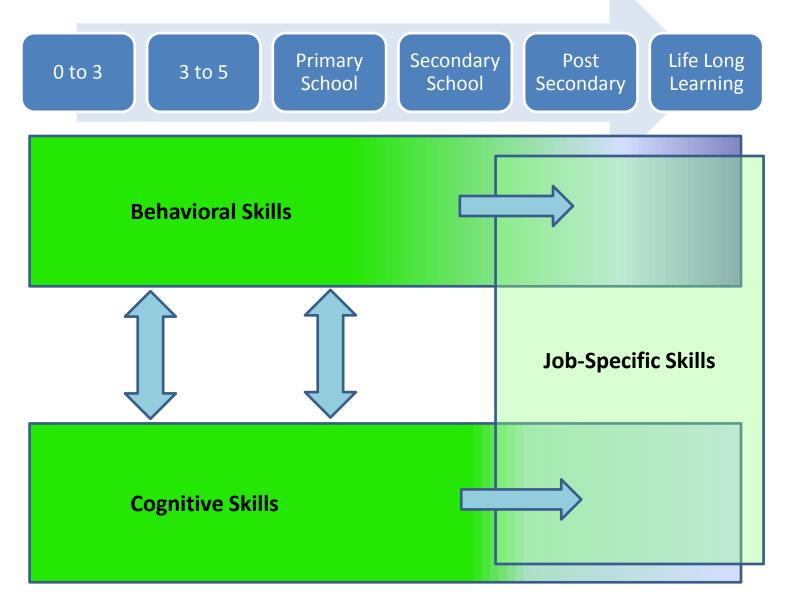


Behavioral skills are important, too

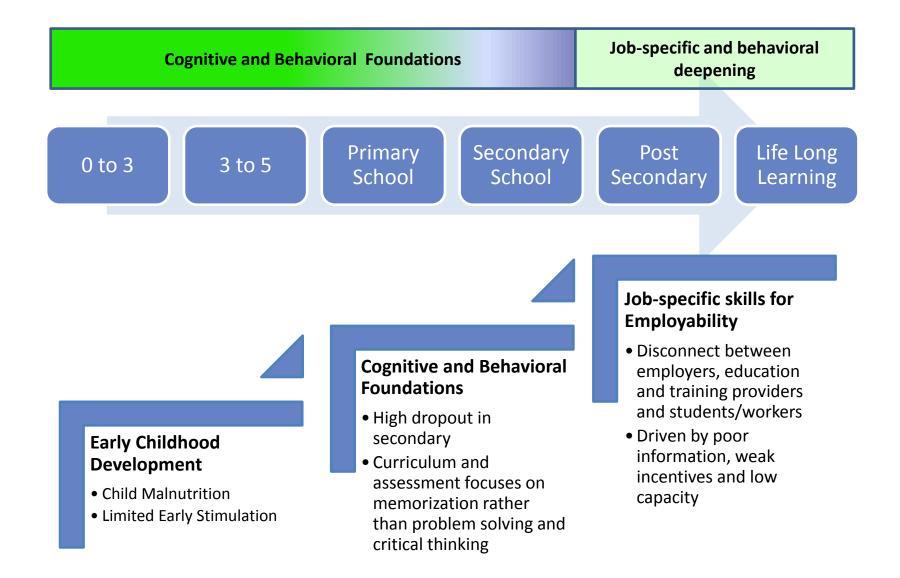


Source: WB staff estimations with 2011 Vietnam STEP Employer Survey

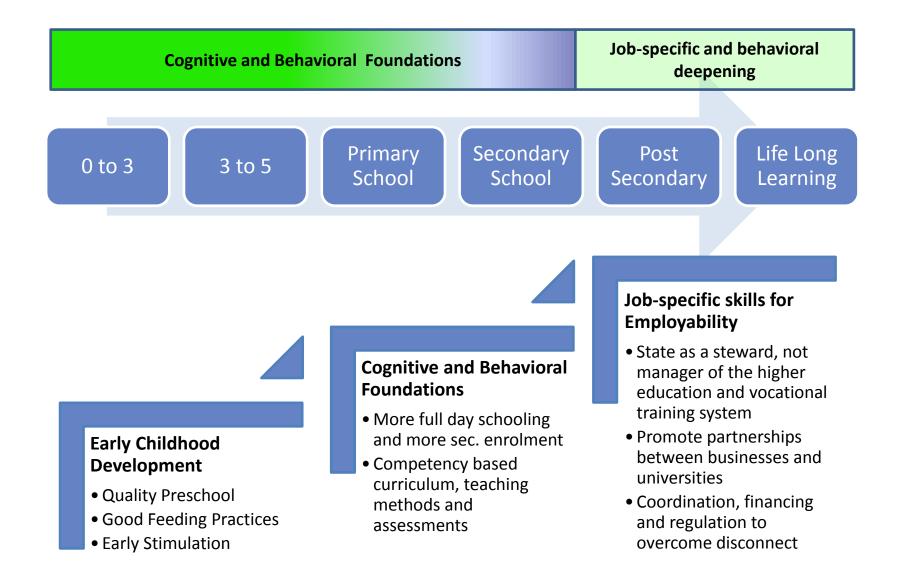
When and how are these skills formed?



3 Steps for Skills: Challenges



3 Steps for Skills: Solutions



Thanks

