HO CHI MINH NATIONAL ACADEMY OF POLITICS

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### INDUSTRIAL DEVELOPMENT OF HUNG YEN PROVINCE IN THE NORTHERN KEY ECONOMIC REGION LINKAGE

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#### BEGINNING

#### **1.** The urgency of the thesis topic

Industrial development is a large, transparent and consistent policy of the Party and the State, which is one of the key contents of the country's industrialization and modernization process. The 10-year socio-economic development strategy 2021 - 2030 has determined: "Building a strong national industry. Industrial development harmoniously combines both breadth and depth, focusing on in-depth development, creating a breakthrough in improving productivity, quality and competitiveness of industrial products". It aims to be a developing country with a modern industry of a high middle income by 2030, by 2045 to become a developed country with high income.

Industrial development in the linkage of key economic regions plays a very important role in the socio-economic development of the country; contributing to accelerating industrialization, modernization and development of the socialist-oriented market economy. Located in the Northern key economic region, Hung Yen province has a strategic location, located in the center of the Red River Delta and the economic growth triangle of Hanoi - Hai Phong - Quang Ninh, the Eastern gateway of Hanoi, with a synchronous transportation system, easy to connect with other provinces, cities in the region and surrounding areas. These advantages contribute to promoting Hung Yen province to beef up its potential and advantages in the socio-economic development in general and industrial development in particular, implementing the goal of the 19th Provincial Party Congress for the term 2020 - 2025 "Building Hung Yen into a modern industrial province".

Over the years, in order to promote socio-economic development in general and industrial development in particular, Hung Yen province has set out many policies and measures to shift the economic structure in the direction of modern industry, services and agriculture, mobilize and use resources, etc exploit the potential and strengths of the province. Regional linkage in industrial development is focused by Hung Yen province in order to strengthen the exploitation of the potential, strengths and space of other provinces in the region, boosting industrial development. Therefore, the industry of Hung Yen province has grown quite well, making an important contribution to economic growth, restructuring the economy and labor structure in a positive direction, creating jobs and increasing revenue budget; the industrial production index increased by an average of 10.01%/year, in 2023 alone, the industrial development index increased by 6.35%; in the industrial economic structure, accounting for 61.7% of the GRDP.

However, the practice of industrial development of Hung Yen province in linking the Northern key economic region still has many limitations, not commensurate with the province's potential advantages: there is still a lack of mechanisms and policies to link with provinces and cities in the Northern key economic region on industrial development; building and completing the infrastructure system according to the direction of industrial development linkage is still slow and unsynchronized; the competitiveness of many industrial enterprises in the province is not high... Moreover, Hung Yen industry has mostly not had deep participation to both strengthen the industry value chain in Hung Yen, has not had an impact on the region's value chain in cooperation with provinces in the Northern key economic region, especially participating in the global supply chain of large multinational corporations in the world. That raises the need to be well aware of the nature, characteristics and role of industrial development content of Hung Yen province in linking the Northern key economic region in order to have solutions for industrial development of Hung Yen province in the right direction and high efficiency in the coming time.

Stemming from the above reasons, the topic "*Industrial development* of Hung Yen province in the linkage of the Northern key economic region" was chosen as the research topic of the doctoral thesis in Political Economy major, which is meaningful in both theory and practice.

#### 2. Purposes and tasks of the study

#### 2.1. Purposes of the study

To study and clarify the theoretical issues of industrial development of a province in the linkage of key economic regions; assess the current situation and propose viewpoints and solutions for industrial development of Hung Yen province in the linkage of the Northern key economic region to 2035.

#### 2.2. Tasks of the study

- Overview of research works related to the thesis topic, overview of the value of the works, pointing out issues that need to be further researched.

- To study and clarify theoretical issues on industrial development of a province in the linkage of key economic regions; in which it clarifies some basic concepts about: industry; industrial development; industrial development in the linkage of key economic regions and industrial development of a province in the linkage of key economic zones; developing contents, evaluation criteria and factors affecting the industrial development of a province in the key economic region linkage.

- To analyze and assess the current situation of industrial development of Hung Yen province in the Northern key economic region linkage in the period of 2018 - 2023. It clearly indicates the achievements, limitations, and problems posed in the face of new development requirements.

- To clarify the context, viewpoints and solutions for industrial development of Hung Yen province in linking the Northern key economic region to 2035.

#### 3. Subjects and scope of the study

#### 3.1. Subjects of the study

Industrial development of a province in the Northern key economic region.

#### 3.2. Scope of the study

- *Contents*: Research on industrial development of Hung Yen province in the linkage of the Northern key economic region in the aspects of: the role of subjects; contents and methods of industrial development in the linkage of key economic regions and industrial development results of Hung Yen province in the linkage of the Northern key economic region. In particular, data of industries of Hung Yen province are used on four groups: (1) mining industry; (2) processing and manufacturing industry; (3) production and distribution of electricity, gas, hot water, steam and air conditioning; (4) water supply, waste and wastewater management and treatment activities as evidence.

- *Regarding space*: the thesis on industrial development of Hung Yen province and enterprises, industrial parks, and industrial clusters in Hung Yen province.

- *Regarding time*: Using survey and evaluation data from 2018 - 2023, proposing development views and solutions to 2035.

#### 4. Theoretical, practical basis and research methods

#### 4.1. Theoretical basis

The thesis is carried out on the basis of the theory and methodology of Marxism-Leninism, Ho Chi Minh Thought; the Party's viewpoints, the State's policies and laws on industry, regional linkage, key economic regions, industrial development in the Northern key economic region linkage.

#### 4.2. Practical basis

The research project is based on a survey of the industrial development process in some localities in the country and the industrial development practice of Hung Yen province in the period of 2018 - 2023;

reference to the province's summary reports and research findings of relevant scientific works.

#### 4.3. Research methods

Dialectical Materialism method:

Scientific abstraction method:

Statistical and comparative methods:

Analysis and synthesis methods:

The method combines logic and history:

#### 5. New contributions of the thesis

#### 5.1. Theoretical contributions

The thesis contributes to a clearer explanation of theoretical issues on industrial development of a province in the key economic region linkage; in which it develops the concept, content and evaluation criteria, points out the factors affecting the industrial development of a province in the key economic zone linkage.

#### 5.2. Practical contributions

The thesis draws a number of valuable lessons and experiences for Hung Yen province on industrial development in the Northern key economic region linkage.

Assess and clarify the causes of limitations and problems arising from the current situation of industrial development of Hung Yen province in the Northern key economic region linkage in the period of 2018 - 2023 and propose views and solutions for industrial development of Hung Yen province in the Northern key economic region linkage to 2035.

#### 6. Structure of the thesis

In addition to the introduction, conclusion and list of references, the thesis is structured into 4 chapters, conclusions, list of published scientific works related to the thesis topic, list of references and appendices.

Chapter 1: Overview of research related to the thesis topic

*Chapter 2:* Theoretical and practical issues on industrial development of a province in the linkage of key economic regions

*Chapter 3:* The current situation of industrial development of Hung Yen province in the Northern key economic region linkage in the period of 2018 - 2023.

*Chapter 4:* Perspectives and solutions for industrial development of Hung Yen province in linking the Northern key economic region to 2035.

#### Chapter 1 OVERVIEW OF RESEARCH RELATED TO THE THESIS TOPIC

### 1.1. FOREIGN AND DOMESTIC RESEARCH WORKS RELATED TO THE THESIS TOPIC

#### 1.1.1. Foreign research works related to the thesis topic

#### 1.1.1.1. Research works on industry and industrial development

United Nations (2007), Industrial development for the 21st century: Sustainable development perspectives. Belussi, F, & Caldari, K. (2008), "At the origin of the industrial district: Alfred Marshall and the Cambridge school". Marcelo Amaral, Raphael Lima, Gustavo da, Silva Motta, Mariana Fagundes, Marília Schocair (2017), "An analysis of industrial districts and Triple Helix of innovation - a regional development experience in the south of the state of Rio de Janeiro" Yaolin Liu, Xianghui Zhang, Xingyu Pan, Xiuxin Ma, Mingyang Tang (2020), "The spatial integration and coordinated industrial development of urban agglomerations in the Yangtze River Economic Belt, China". Liang Zheng (2021), "Job creation or job relocation? Identifying the impact of China's special economic on local employment and industrial zones agglomeration".

### 1.1.1.2. Research works on economic linkage and key economic regions linkage

Fitsum S. Weldegiorgis, Evelyn Dietsche, Daniel M. Franks (2021), "Building mining's economic linkages: A critical review of local content policy theory". Mahmood Ahmad, Ping Jiang, Muntasir Murshed, Khurram Shehzad, Rabia Akram, Lianbiao Cui, Zeeshan Khan (2021), "Modelling the dynamic linkages between eco-innovation, urbanization, economic growth and ecological footprints for G7 countries: Does financial globalization matter?". Guanghua Wan, Ying Chen (2022), *Construction of Special Economic Zones: Experience Summary, Development Mode and Effect Evaluation*. Xiaoyu Wang, Yanlin Sun, Bin Peng (2023), "Industrial linkage and clustered regional business cycles in China".

## 1.1.1.3. Research works on industrial development in the linkage of key economic regions

Na Li, Min-jun Shi, Fei Wang (2009), "Roles of Regional Differences and Linkages on Chinese Regional Policy Effect in CGE"

Analysis. Vinh Ho, Karen Fisher-Vanden, Bao Trung Su (2020), "Technological spillover through industrial and regional linkages: Firmlevel evidence from China". Chaoran Hu, Yi Zhou, Canfei He (2019),"Regional industrial development in a dual-core industry space in China: The role of the missing service". Kim Hoa Luong (2023), "An analysis of the linkage between marine industry and regional economy -Taking the three coastal economic zones as an example".

#### **1.1.2.** Domestic research works related to thesis topics

#### 1.1.2.1. Research works on industry and industrial development

Le The Gioi (2015), Development of supporting industries in Vietnam - theory, practice and policy. Do Thuy Nga (2018), Development of supporting industries in Hanoi city. Vu Chi Hung (2018), Development of supporting industries in Japan, Korea, Taiwan and lessons learned for Vietnam. Nguyen Thi Viet Nga (2019), Synchronizing policies for the development of supporting industries in Vietnam today. Do Van Thang (2019), Development of supporting industries: A case study of the leather footwear, textile, and electronics industry in Binh Duong. Truong Minh Financial Policy for the Development of Supporting Tue (2016), Industries in Vietnam. Tran Thi Phuong Diu (2017), Financial Policy for the Development of Supporting Industries to 2025 - The Case of Vietnam's Automobile Industry. Huynh Van Khai (2022), "Development of supporting industries to attract foreign direct investment (FDI) inflows, in Vietnam today". Trinh Trung Kien (2016), Development of agricultural processing industry in Kon Tum province. Nguyen Thanh Truc (2016), Development of coffee processing industry in Dak Lak: Current situation and solution. Phung Kim Phuong, Nguyen Thi Minh Huyen (2020), "Promoting supporting industries in Vietnam". Nguyen Xuan Dien (2022), "Orientations and solutions for industrial development in Kom Tum province in the new period". Pham Ngoc Hai, Le Nguyen Thanh (2022), "New industrialization strategy in Vietnam to 2030, vision to 2035". Ha Minh Hiep (2022), "Connected industries and suggestions for Vietnam". Trinh Thi Hien, Nguyen Huu Chung (2022), "Development of Vietnam's digital technology industry". Duong Thanh Nhan (2022), "Need a new, wider space for the digital technology industry". Tran Van Tuyen, Pham Canh Huy (2022), "The current situation and proposals for some solutions

to develop industrial clusters in Bac Ninh province". Nguyen Ba Van, Do Hong Quan (2022), "Development of high-tech industry in Hanoi city".

### 1.1.2.2. Research works on economic linkage and key economic regions linkage

Ngo Van Phong (2016), Linkage of the Northern key economic region in the period from now to 2020, with a vision to 2030. Bui Quang Tuan, Ha Huy Ngoc (2016), "Coordination model of linkage of key economic regions in Vietnam". Ngo Cao Hoai Linh (2017), "Regional linkages to promote FDI attraction for the Central Highlands economic region". Nguyen Tan Vinh (2017), Regional linkage in attracting and using foreign direct investment in the Southeast region: Current situation and solutions. Nguyen Dinh Khang (2018), "Promoting regional linkages in the socio-economic development strategy of Ha Nam province". Le Thi Hoai Thuong (2018), "Improving mechanisms and policies to promote regional linkages in the Mekong Delta". Do Phu Tran Tinh, Nguyen Van So (2019), "Improving the institution of the Southern key economic region - Lessons from countries around the world". Tran Ngoc Duong, Tran Thi Thu Huong (2020), "Building and Operating Regional Organizational Apparatus: International Experiences and Policy Implications for Vietnam". Bui Van Cuong (2020), "Dak Lak province actively promotes regional linkages and economic connections, creating new impetus for growth and development". Nguyen Quoc Toan (2020), "Economic impacts of the South Central Coast Linkage". Tran Huu Dong, Ha Huy Ngoc (2021), "Coordination institution and linkage in the Mekong Delta". Nguyen Anh Dung (2022), "Some regional linkage solutions to unleash socio-economic development resources in the central provinces". Nguyen Chi Dung (2022), "Linking the development of the Northern midlands and mountainous regions in regional development planning". Nguyen To Lang (2022), "The paradoxes of urban development and the resistance to regional linkages". Mai Van Moi (2022), "The relationship between local marketing, regional linkages, destination images and satisfaction of foreign direct investment enterprises: the case of Long An province".

### 1.1.2.3. Research works on industrial development in the linkage of key economic regions

To Hien Tha (2014), Industrial development in the Northern key economic region of Vietnam in the direction of sustainability. Vu Van Loi (2016), "Solutions for industrial development in the Central Key Economic Region". Nguyen Chi Hai, Huynh Ngoc Chuong (2018), "Assessment of linkages in industrial development in the Southern Key Economic Region". Pham Ngoc Minh, Le Thi Thanh Binh (2019), "Development of industrial clusters in the Mekong Delta linkage". Nguyen Tri Hai, Pham My Duyen, Tra Van Trung (2022), "Promoting technological linkages of industrial enterprises in the Southern Key Economic Region". Bui Thanh Tung (2022), "Some theoretical and practical issues on the construction of industrial development linkage clusters and policy implications for the Southern Key Economic Region".

## 1.2. THE VALUE OF THE REVIEWED SCIENTIFIC WORKS ON THE THESIS TOPIC AND THE THESIS ISSUES FOCUSED ON RESEARCH

#### **1.2.1.** Value of the reviewed scientific works for the thesis topic

Firstly, the research works have mentioned the theoretical issue of industrial development and industrial development in the linkage of key economic regions.

Secondly, a number of research works have assessed the current situation of industrial development and industrial development in the linkage of key economic regions.

Thirdly, research works discuss views and solutions for industrial development in linking key economic regions.

#### **1.2.2.** Thesis issues focused on research

*Firstly*, on what theoretical basis is the industrial development of a province in the key economic region linkage?

*Secondly*, in order to develop industry in the Northern key economic region, in which localities does Hung Yen province need to learn from experience? What lessons can be learned?

*Thirdly*, what is the current state of industrial development of Hung Yen province in linking the Northern key economic region in recent years? What are the achievements and limitations? What are the reasons for the achievement, and the above limitations? What are the problems that need to be solved about the industrial development of Hung Yen province in linking the key economic region of the Northern region?

*Fourthly,* what views and solutions should be needed for industrial development of Hung Yen province in linking the Northern key economic region in the coming time?

#### Chapter 2 THEORETICAL AND PRACTICAL ISSUES ON INDUSTRIAL DEVELOPMENT OF A PROVINCE IN THE LINKAGE OF KEY ECONOMIC REGIONS

### 2.1. GENERAL THEORY OF INDUSTRIAL DEVELOPMENT IN THE LINKAGE OF KEY ECONOMIC REGIONS

#### 2.1.1. Concept of industry and industrial development

#### 2.1.1.1. Industry

Industry is an important part of the national economy, the field of producing physical goods, based on the progress of science and technology, products are "manufactured and processed" for consumption needs or for subsequent production and business activities.

#### 2.1.1.2. Industrial development

Industrial development is the overall measures and methods to increase the scale, change the structure, improve the level and quality of the industry on the basis of applying the achievements of science and technology in order to contribute to socio-economic development.

### 2.1.2. Concept and role of industrial development in linking key economic regions

### 2.1.2.1. The concept of industrial development in the linkage of key economic regions

#### \* Regional linkage, economic linkage

Regional economic linkage is actually the linkage between different economic entities in a region, based on economic interests as the main one, in order to promote comparative advantages and create higher economic competitiveness for a region.

#### \* Concept of industrial development in linking key economic regions

From the above issues, the thesis conceptualizes that *industrial* development in the linkage of key economic regions is the overall measures and methods of the subjects to increase the scale, change the structure, increase the ability to connect in terms of economic-natural and socio-economic space between localities in the region on the basis of cooperation, sharing information, resources, activities and capabilities of localities in the region, creating comparative advantages in competitiveness and driving force for effective and sustainable industrial,

socio-economic development of localities in the region.

2.1.2.2. The role of industrial development in linking key economic regions

Firstly, industrial development in the linkage of key economic regions allows the maximum exploitation of the potentials, strengths, resources and space of localities in the region under industrial development.

Secondly, industrial development in the linkage of key economic regions will promote economic growth and improve the output scale of the economy in the region.

Thirdly, industrial development in the linkage of key economic regions contributes to economic restructuring in the direction of modernization, increasing the proportion of industry and services, and reducing the proportion of agriculture in the whole region.

Fourthly, industrial development in the linkage of key economic regions contributes to boosting the process of building material foundations and economic infrastructure, applying industrial achievements to all fields of production of goods and services, improving labor productivity and participating in the value chain of goods and services of each locality in the region

Fifthly, industrial development in the linkage of key economic regions contributes to creating many jobs and solving social problems.

2.2. CONCEPTS, CONTENTS, EVALUATION CRITERIA AND FACTORS AFFECTING THE INDUSTRIAL DEVELOPMENT OF A PROVINCE IN THE LINKAGE OF KEY ECONOMIC REGIONS

2.2.1. The concept of industrial development of the province in the linkage of key economic zones

From the above concepts, the thesis argues that: *Industrial development* of a province in the linkage of key economic regions is the overall methods and measures of subjects in the province to develop guidelines, mechanisms and policies; increase scale, quality, improve structure, strengthen the ability to connect in terms of economic-natural-social space with localities in the region; creating comparative advantages, improving competitiveness, creating a driving force to promote industrial and socio-economic development in the direction of modernity, efficiency and sustainability. 2.2.2. Contents and criteria for assessment of industrial development of a province in the linakge of key economic regions

2.2.2.1. Contents and modes of industrial development of a province in the linkage of key economic regions

Therefore, in order to evaluate the content and mode of industrial development of the province in the linkage of key economic regions, it is necessary to focus on the following criteria:

Firstly, to develop the province's industrial forms in the linkage of key economic regions.

Secondly, to link in building the system of industrial parks and industrial clusters of the province in the correlation of the whole key economic region.

Thirdly, to build socio-economic infrastructure and transport infrastructure for the province's industrial development in linking key economic regions.

Fourthly, to train human resources for industrial development in the province in the linkage of key economic regions.

2.2.2.3. Criteria for evaluating industrial development of a province in the Northern key economic region linkage

Therefore, to evaluate the industrial development results of a province in the Northern key economic region linkage based on the following basic criteria:

*Firstly,* the speed, scale, quality of industrial growth and the proportion of industry contribution to the province's gross domestic product (GRDP).

*Secondly*, the trend of shifting the economic structure of the province's industry in relation to key economic regions.

*Thirdly*, the efficiency of using resources in the province's industrial development in comparison with key economic regions.

*Fourthly*, the contribution of industry to the construction of the province's infrastructure system in the comparison of key economic regions.

*Fifthly*, the contributions to solving social and environmental problems

# 2.2.3. Factors affecting the industrial development of a province in the linkage of key economic regions

#### 2.2.3.1. Objective factors

Firstly, geographical location, natural conditions

Secondly, orientation of national industrial development policies

Thirdly, the trend of international and regional economic integration and the shift of industrial production of the global economy.

Fourthly, the impact of the Fourth Industrial Revolution and the trend of improving production technology in industries in the direction of green industry and clean industry.

#### 2.2.3.2. Subjective factors

Firstly, the province's industrial development mechanisms and policies

Secondly, human resources for the province's industrial development Thirdly, infrastructure for industrial development

#### 2.3. EXPERIENCE OF INDUSTRIAL DEVELOPMENT IN LINKING THE NORTHERN KEY ECONOMIC REGION IN SOME LOCALITIES AND LESSONS LEARNED FOR HUNG YEN PROVINCE

### 2.3.1. Experience in industrial development in linking the Northern key economic region of Bac Ninh province

Firstly, the Party Committee and local governments of Bac Ninh province have always determined a consistent view on industrial development in linking the Northern key economic region.

Secondly, to promote the improvement of the business environment, reform administrative procedures in the direction of prioritizing production and business enterprises.

Thirdly, to adjust the direction of industrial development focusing on in-depth development, creating breakthroughs in improving productivity, quality and supply capacity.

### 2.3.2. Experience in industrial development in linking the Northern key economic region of Vinh Phuc province

*Firstly, to improve mechanisms and policies to promote industrial development in linking the Northern key economic region.* 

Secondly, to focus on building and completing synchronous and modern infrastructure, associated with the construction of urban framework infrastructure for industrial development.

Thirdly, to actively improve the investment environment, exploit resources, remove bottlenecks in economic development and the industrial sector.

### 2.3.3. Lessons learned for industrial development of Hung Yen province in linking the Northern key economic region

*Firstly, to supplement and complete industrial development planning, mechanisms and policies.* 

Secondly, to focus on building and perfecting the infrastructure system in the direction of synchronization, modernity, and high connectivity, associating the construction of infrastructure for industrial development urban framework in the Northern key economic region linkage.

Thirdly, to improve the investment and business environment, attract large, focused and key investors; remove bottlenecks, well exploit the potential and strengths of the Northern key economic region for industrial development.

Fourthly, to focus on developing high-quality human resources, especially high-tech industries.

#### **Chapter 3**

#### CURRENT SITUATION OF INDUSTRIAL DEVELOPMENT OF HUNG YEN PROVINCE IN THE NORTHERN KEY ECONOMIC REGION LINKAGE IN THE PERIOD OF 2018 - 2023

3.1. THE ACHIEVEMENTS AND LIMITATIONS IN INDUSTRIAL DEVELOPMENT OF HUNG YEN PROVINCE IN THE NORTHERN KEY ECONOMIC REGION LINKAGE IN THE PERIOD OF 2018 - 2023

**3.1.1. Industrial development achievements of Hung Yen province in the Northern key economic region linkage in the period of 2018 - 2023** 

3.1.1.1. Entities that have played a good role in industrial development in the linkage of key economic regions

Firstly, the Provincial Party Committee, People's Council, and People's Committee of Hung Yen province have developed and promulgated a system of Resolutions, programs and plans for industrial development in the Northern key economic region linkage.

Secondly, Hung Yen province has actively coordinated with localities in the Northern key economic region to develop mechanisms, policies, plannings and plans for industrial development

Thirdly, businesses and people of Hung Yen province have actively participated in industrial development in linking key economic regions.

3.1.1.2. The contents and methods of industrial development of Hung Yen province in linking the Northern key economic region are diverse, flexible and remarkably progressive

Firstly, Hung Yen province develops a variety of industries, focusing on processing and manufacturing industries and supporting industries in the overall development and key economy of the North.

Secondly, Hung Yen province focuses on developing industrial parks and industrial clusters along axes and routes connecting with provinces and cities in the Northern key economic region.

Thirdly, to initially focus on linking the construction of a socioeconomic infrastructure system, especially the transport infrastructure system for industrial development connected with provinces and cities in the Northern key economic region.

Fourthly, Hung Yen province strengthens the link of training human resources for industrial development in the linkage of the Northern key economic region.

3.1.1.3. The industrial development results of Hung Yen province in the Northern key economic region linkage have changed very positively

Firstly, the speed, scale, quality of industrial growth and the proportion of industry contribution in the GRDP of Hung Yen province have been expanded

Secondly, the trend of industrial economic restructuring of Hung Yen province is progressive.

- Industrial product structure

- The industrial structure according to economic sectors is gradually diversified

- Industrial structure by locality in the province

Thirdly, the results of using resources in industrial development of Hung Yen province have changed positively.

- Labor resources ensure quantity, improve quality

- Capital gradually expands in scale

Fourthly, the contribution of industry to the infrastructure construction of Hung Yen province is gradually increasing.

Fifthly, to contribute to solving social problems gradually in the region

**3.1.2.** Limitations on industrial development of Hung Yen province in the linkage of the Northern key economic region

3.1.2.1. The coordination in the formulation of mechanisms and policies between Hung Yen province and localities in the Northern key economic region on industrial development is not tight

3.1.2.2. The cohesion in industrial development between Hung Yen province and provinces and cities in the Northern key economic region still has some limitations

Firstly, coordination and linkage in infrastructure construction have not met the industrial development requirements of Hung Yen province and the Northern key economic region

Secondly, the coordination of training human resources and the application of science and technology for industrial development is still small and not specific.

3.1.2.3. The industrial development results of Hung Yen province in linking the Northern key economic region in many aspects have not met the new development requirements of the whole region

Firstly, the development of the supporting industry is still slow compared to the potential and advantage; the linkage of manufacturers is not close; production lines, equipment and production technology are still outdated, consuming a lot of energy, potentially causing environmental pollution.

Secondly, the progress of infrastructure construction of industrial

parks and industrial clusters is still slow in linking the whole region

Thirdly, the environmental situation in some industrial parks, industrial clusters and some localities is polluted, environmental protection has not met practical requirements, causing pollution in the region.

Fourthly, the material and spiritual life of workers in industrial parks in Hung Yen is still low.

3.2. CAUSES AND PROBLEMS THAT NEED TO BE SOLVED FROM THE CURRENT SITUATION OF INDUSTRIAL DEVELOPMENT OF HUNG YEN PROVINCE IN THE NORTHERN KEY ECONOMIC REGION LINKAGE

**3.2.1.** Causes of industrial development achievements of Hung Yen province in the linkage of the Northern key economic region

\* Objective causes

Firstly, the Party and the State have promptly issued many resolutions to create favorable conditions for Hung Yen province to develop industry in the Northern key economic region.

Secondly, favorable natural conditions and smooth and effective coordination between localities in the Northern key economic region have helped Hung Yen province develop industry.

\* Subjective causes

Firstly, Hung Yen province has paid attention to perfecting and promulgating many mechanisms and policies to prioritize industrial development associated with key economic regions linkage.

Secondly, Hung Yen province has policies of recovery, compensation and support for appropriate site clearance, creating favorable conditions for industrial development.

### **3.2.2.** Causes of industrial development restrictions of Hung Yen province in the Northern key economic region linkage

\* Objective causes

Firstly, the world economy has many unpredictable fluctuations, the problem of military conflicts between some countries and territories has affected the economic development environment of the whole region in general and the industrial development of Hung Yen province in particular.

Secondly, the domestic economy has gradually recovered, but difficulties are still revealed and stability is not high, and some policies to remove difficulties of the Government have not been fully implemented in practice.

Thirdly, the institution of linking the Northern key economic region is not complete, the coordination and cohesion between localities in the region is not tight and irregular.

\* Subjective causes

Firstly, mechanisms and policies to link and coordinate with provinces and cities in the Northern key economic region on industrial development are still lacking.

Secondly, most of the enterprises of Hung Yen province are smallscale, have low management levels, difficulties in linking and meeting the increasingly strict requirements of large domestic and international customers

Thirdly, investment in the construction of infrastructure of industrial parks, industrial clusters and social infrastructure for industrial development faces many difficulties and lacks of synchronization.

Fourthly, the mobilization and use of resources for industrial development of Hung Yen province in linking the Northern key economic region is still limited

# **3.2.3.** The problem needs to be solved from the current situation of industrial development of Hung Yen province in the linkage of the Northern key economic region

Firstly, the formulation of industrial development planning, mechanisms and policies in the linkage of the Northern key economic region is not synchronous and lacks a linkage mechanism.

Secondly, construction of an infrastructure system for industrial development of Hung Yen province in linking the Northern key economic region in the direction of modernity still has limited inadequacies.

Thirdly, the quality of human resources, especially high-quality human resources and the application of modern science and technology for industrial development of Hung Yen province in linking the Northern key economic region has not yet met the new development requirements. Fourthly, the competitiveness and attraction of investment resources for industrial development of Hung Yen province in linking the Northern key economic region with existing limitations and inadequacies.

#### **Chapter 4**

#### VIEWPOINTS AND SOLUTIONS FOR INDUSTRIAL DEVELOPMENT OF HUNG YEN PROVINCE IN LINKING THE NORTHERN KEY ECONOMIC REGION TO 2035

4.1. CONTEXT AND VIEWPOINTS OF INDUSTRIAL DEVELOPMENT OF HUNG YEN PROVINCE IN THE LINKAGE OF THE NORTHERN KEY ECONOMIC REGION

4.1.1. World and domestic economic context affecting the industrial development of Hung Yen province in the Northern key economic region linkage

#### 4.1.1.1. World context

First, the issues of military conflicts between a number of countries and territories, the US-China strategic competition is intense, causing a wave of investment shifts, restructuring of global regional supply chains and strong trade tariff effects.

Secondly, the fourth industrial revolution has had an increasingly profound and multi-dimensional impact on countries and localities and businesses

Thirdly, economic connectivity, in which connecting policies, infrastructure, and people has continued to be a major trend of countries in the region

#### 4.1.1.2. Domestic context

Firstly, Vietnam's economy maintains a decent growth rate, Vietnam's economic prospects are positive, and the country is entering an era of national growth.

Secondly, Vietnam is continuing to promote opening-up, international integration, and favorable development of investment, business and trade.

Thirdly, the trend of merging provinces and cities and streamlining

the state apparatus in the direction of strong performance, effectiveness and efficiency is happening rapidly.

4.1.2. Perspectives on industrial development of Hung Yen province in linking the Northern key economic region to 2035

4.1.2.1. Industrial development of Hung Yen province must be included in the general planning of the entire Northern key economic region and the whole country

4.1.2.2. The industrial development of Hung Yen province in the linkage of the Northern key economic region must be on the basis of harmonizing interests among localities in the region

4.1.2.3. Industrial development of Hung Yen province in the Northern key economic region must be aimed at ensuring a sustainable environment, following the trend of green economy and circular economy

4.2. SOLUTIONS FOR INDUSTRIAL DEVELOPMENT OF HUNG YEN PROVINCE IN LINKING THE NORTHERN KEY ECONOMIC REGION TO 2035

4.2.1. To complete the planning, mechanisms and policies on industrial development of Hung Yen province in the linkage of the Northern key economic region

4.2.1.1. To complete the industrial development planning and plans of Hung Yen province in the Northern key economic region linkage.

Firstly, to continue to complete the planning for the distribution of industrial parks and industrial clusters in the province in the period of 2021 - 2030, with a vision to 2050.

Second, the planning for the development of industries.

4.2.1.2. To review and improve mechanisms and policies for industrial development of Hung Yen province in the Northern key economic region linkage.

*Firstly,to review and improve the legal basis for industrial development in the Northern key economic region linkage.* 

Second, to build mechanisms and methods of linking industrial development of Hung Yen province with localities in the Northern key economic region.

Third, to continue to review, supplement and improve mechanisms

and policies on technology application and transfer in industrial development.

4.2.1.3. To raise awareness and responsibilities for subjects and strengthen the state management of industrial development of Hung Yen province in the Northern key economic region linkage

Firstly, to raise awareness and responsibility for subjects in the industrial development of Hung Yen province in linking the Northern key economic region.

Secondly, to strengthen the state's management role in the industrial development of Hung Yen province in linking the Northern key economic region.

4.2.2. To build and complete synchronous and modern infrastructure for industrial development of Hung Yen province in the linkage of the Northern key economic region

4.2.2.1. To continue to build and complete inter-regional and intraregional transport infrastructure

Firstly, to build a transport network with regional linkage, connecting expressways and national highways with local traffic routes that are conducive to socio-economic development in general and industrial development in particular.

Secondly, to build bus stations, rest stops, and freight stations to meet the requirements of industrial development.

4.2.2.2. To build infrastructure for industrial parks, industrial clusters and export processing zones in service of industrial development of Hung Yen province in the Northern key economic region linkage.

4.2.2.3 To build and perfect the social infrastructure system around industrial parks and industrial clusters

4.2.3. To develop science and technology, innovation and human resources to meet the requirements of industrial development of Hung Yen province in linking the Northern key economic region

4.2.3.1. To increase investment in and application of science and technology in service of industrial development in the Northern key economic region linkage.

Firstly, to strengthen the propagation and dissemination of the Party's guidelines, the State's policies and laws on the role of science and technology in the cause of socio-economic development in general and industrial development in particular.

Secondly, to thoroughly grasp and effectively implement legal documents in the field of science and technology and innovation promulgated by the Central Government.

Thirdly, to continue to promote research and application of science and technology in the production and business of enterprises.

Fourthly, to develop scientific and technological potential and construction, promote the innovative start-up ecosystem for industrial development.

Fifthly, to increase investment in funds and material foundations for science and technology, association and cooperation in science and technology in service of industrial development.

4.2.3.2. To develop sufficient human resources in quantity and improve quality to meet the requirements of industrial development in the Northern key economic region linkage

Firstly, to develop a sufficient number of human resources to meet the requirements of industrial development in Hung Yen province

Secondly, to improve the quality of human resources to meet the requirements of industrial development of Hung Yen province.

4.2.4. To improve the investment environment, increase provincial competitiveness, attract domestic and foreign investment in industrial development of Hung Yen province in the Northern key economic region linkage

4.2.4.1. To enhance the roles and responsibilities of all levels and heads of sectors in improving the investment environment and raising the provincial competitiveness index

4.2.4.2. To improve the efficiency of investment promotion, trade promotion, encourage and support enterprises

4.2.4.3. To strengthen environmental protection in the process of industrial development

4.2.5. To strengthen the mobilization and use of investment

capital to promote industrial development of Hung Yen province in the Northern key economic region linkage

4.2.5.1. Mobilization and use of capital from the state budget sources

4.2.5.2. Mobilization and use of non-state budget capital sources

4.2.5.3. Mobilization and use of capital sources from the foreign sector

#### CONCLUSION

1. Industrial development in the linkage of key economic regions is an issue that has always received the attention and research of many scientists, researchers and economic managers domestically and abroad. There have been many scientific works such as theses, monographs, scientific topics at all levels, scientific articles, scientific seminars, etc. domestically and foreign that refers to many different angles and aspects. However, there has not been a complete and systematic study of industrial development in linking the Northern key economic region in a locality such as Hung Yen province.

2. The thesis argues that the industrial development of a province in the Northern key economic region linkage is the sum of the ways and measures of subjects in the province to formulate guidelines, mechanisms and policies; expand the scale, structure and quality, strengthen the ability to connect in terms of natural-socio-economic space with localities in the region; creating comparative advantages, improving competitiveness, creating a driving force to promote industrial and socio-economic development in the direction of modernity, efficiency and sustainability.

3. The process of industrial development of Hung Yen province can refer to the good experiences and good practices of some localities in the Northern key economic region such as Bac Ninh province and Vinh Phuc province, which have a thriving industrial production and a high proportion in the economic structure. Some practical lessons that Hung Yen province can learn and implement such as: *Firstly*, supplement and perfect industrial development planning, mechanisms and policies; *Secondly*, focus on building and perfecting the infrastructure system in the direction of synchronization, modernity, and high connectivity, associating the construction of infrastructure for industrial development urban framework in the Northern key economic region linkage; *Thirdly*, improve the investment and business environment, attract large, focused and key investors; remove bottlenecks, well exploit the potential and strengths of the Northern key economic region for industrial development; *Fourthly*, focus on developing high-quality human resources, especially high-tech industries.

4. In the period of 2018 - 2023, the industrial development of Hung Yen province in the Northern Key Economic Region linkage has reaped many significant achievements: The formulation of planning, plans, mechanisms and policies on industrial development of Hung Yen province in the Northern key economic region linkage has been completed encouragingly; methods, the form of industrial development of Hung Yen province in linking the Northern key economic region is diverse, flexible and progressive; the industrial development results of Hung Yen province in the Northern key economic region linkage have changed positively. However, compared to the goals and requirements of Hung Yen province in industrial development, there are still limitations, inadequacies, and the industrial development results of Hung Yen province in linking the Northern key economic region are not comprehensive. From assessing the current situation, the causes of achievements and limitations are pointed out. In order to develop the industry of Hung Yen province in the linkage of the Northern key economic region in the coming time, it is necessary to focus on solving the such problems as: Firstly, the system of planning, mechanisms and policies for industrial development in the linakge of the Northern key economic region is not synchronized; lacks of linkage infrastructure mechanism. the for industrial Secondly, system development of Hung Yen province in linking the Northern key economic region in the direction of modernization still has inadequacies and limitations. Thirdly, the quality of human resources, especially highquality human resources and the application of modern science and technology in industrial development of Hung Yen province in linking the Northern key economic region has not yet met the new development requirements. *Fourthly, the* competitiveness and attraction of investment resources for industrial development of Hung Yen province in linking the Northern key economic region with existing limitations and inadequacies.

5. In order for the industrial development of Hung Yen province in the linkage of the Northern key economic region in the coming time, to achieve the objectives and requirements of the resolution, Hung Yen province needs to seize the existing opportunities, industrial development needs to be placed in the overall relationship and suitable for the whole country, the Red River Delta and the Northern key economic region. At the same time, the following views are well implemented: Firstly, the industrial development of Hung Yen province must be placed in the general planning of the entire Northern key economic region and the whole country. Secondly, the industrial development of Hung Yen province in linking the Northern key economic region must be on the basis of harmonizing the interests of localities in the region. Thirdly, the industrial development of Hung Yen province in linking the Northern key economic region must aim to ensure a sustainable environment, following the trend of green economy and circular economy. At the same time, to well implement 05 groups of synchronous solutions such as: To complete planning, mechanisms and policies for industrial development of Hung Yen province in linking the Northern key economic region; To build and modern infrastructure synchronous and complete for industrial development in Hung Yen province in linking the Northern key economic region; To develop science and technology, innovation and human resources to meet the requirements of industrial development of Hung Yen province in linking the Northern key economic region; To improve the investment environment, raise PCI, attract domestic and foreign investment for industrial development of Hung Yen province in linking the Northern key economic region; To strengthen the mobilization and use of investment capital to beef up the industrial development of Hung Yen province in linking the Northern key economic region.

#### THE LIST OF SCIENTIFIC WORKS PUBLISHED BY THE AUTHOR RELATED TO THE THESIS TOPIC

- 1. Nguyen Xuan Phuong, Đoan Xuan Phuc (2022), "Regional linkage to ensure sustainable industrial and service development in Hung Yen province", *Finance Magazine*, Volume 2, April 2023 (799), pp.181 183.
- 2. Nguyen Xuan Phuong (2024), "Mobilizing resources for industrial development in Hung Yen province in linking the Northern key economic region", *Journal of Economics and Forecasting*, No. 03, February 2024 (866), pp.227 230.
- 3. Nguyen Xuan Phuong (2024), "Industrial development of Hung Yen province in the linkage of the Northern key economic region Current situation and solutions", *Journal of Electronic State Management*, (ISSN e 2815-5831), June 11.