

4 Common Types of Business in Vietnam Investors Should Know

	LLC <i>Limited Liability Company</i>	RO <i>Representative Office</i>	BO <i>Branch Office</i>	JSC <i>Joint-Stock Company</i>
OVERVIEW	<ul style="list-style-type: none"> • Ideal for SMEs • Shareholders liability limited to shares • Protection of assets 	<ul style="list-style-type: none"> • Gain a presence to observe the market • No income generating allowed 	<ul style="list-style-type: none"> • A copy of company in home country 	<ul style="list-style-type: none"> • Ideal for medium & large businesses • Can be listed on the stock exchange
STRUCTURE	<ul style="list-style-type: none"> • Single Member: 1 • Multiple Member: 2 - 50 	<ul style="list-style-type: none"> • No shareholders needed • Only a legal rep 	<ul style="list-style-type: none"> • No shareholders needed • Only a legal rep 	<ul style="list-style-type: none"> • 3 shareholders minimum • No maximum of shareholders
CAPITAL	<ul style="list-style-type: none"> • No minimum capital required • 40k suggested 	<ul style="list-style-type: none"> • No captial requirements 	<ul style="list-style-type: none"> • No captial requirements 	<ul style="list-style-type: none"> • Startup capitalization not stipulated • 30B VND charter captial required to go public
BENEFITS	<ul style="list-style-type: none"> • Easiest entity to setup in Vietnam • Easy to raise capital • Less papernote required 	<ul style="list-style-type: none"> • No capital requirements • Can hire employees • Conduct market research 	<ul style="list-style-type: none"> • Same structure as original entity • Foreign legal rep can get more permit • Can recruit local employees to sign contracts & promote sales 	<ul style="list-style-type: none"> • Shareholders only limited to liability of their investment • Easy for shareholders to transfer shares

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