

# Vietnam Construction Industry Performance Issues and Potential Solutions

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This paper provides a literature review assessing the performance and issues of delivering construction services in the Vietnam Construction Industry (VCI). The research also explores a potential solution that could improve the performance of the VCI. The results show multiple non-performance issues that the VCI has experienced in the past 15 years, and presents a comparison between these issues and issues from other countries. The results reveal that the top 5 non-performance issues in the VCI include poor design services, frequent design changes, lack of skilled contractors, a lack of experienced project managers, and financial difficulties of owners. The comparison identifies that 87% of VCI issues were also experienced in other countries. Since the VCI has similar issues as other countries, the author proposes that the VCI can improve construction performance by implementing successful methodologies from other countries. This paper investigates the Best Value Performance Information Procurement System (BV PIPS) as a potential solution because of two key aspects: (1) sufficient documentation of on time, on budget, and high customer satisfaction from this model, and (2) sufficient testing from other regions and countries to show similar improvement in construction performance.

**Keywords:** Vietnam, Construction, Performance, Best Value, PIPS.

## The Vietnam Construction Industry

Once regarded as an economic disaster, Vietnam is now emerging as the latest East Asian growth engine, which attracts the attention of global investors. Today, Vietnam is currently among the countries with the highest gross domestic product (GDP) growth rates. In 2002, GDP growth in Vietnam hit 7% (high) and recorded the fastest economic growth in Southeast Asia. In 2007, the GDP kept growing to 8.5%, marking the third consecutive year above the 8% benchmark for this small country (Ling & Bui, 2010; Long *et al.*, 2004). That was an all-time high record in terms of growth rate, placing Vietnam second only to China in the Asia region. In 2009, Vietnam was one of the only South East Asian emerging economies not to have gone into a recession during the 2008 U.S. financial crisis. Nonetheless, it had been affected deeply by the crisis as shown in Figure 1 (“Vietnam GDP Growth Rate”, 2017). Since 2013, GDP growth has been recovering and increasing above 6% on average until now. In comparison, the U.S. GDP growth has been 3.2% on average in the past 10 years (Figure 2, “U.S. GDP Growth Rate”, 2017).

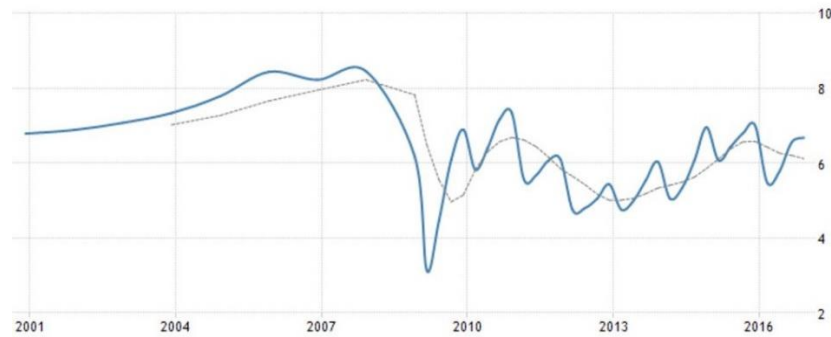


Figure 1: Vietnam GDP Growth Rate 2001 – 2016.

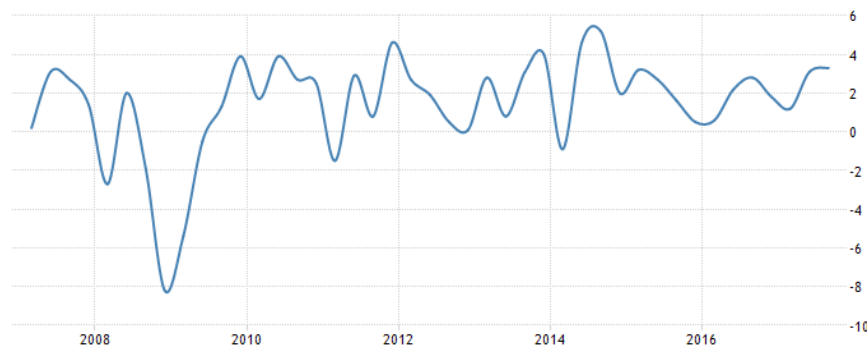


Figure 2: U.S. GDP Growth Rate 2008 – 2016.

The construction sectors account for significant economic growth in Vietnam. The Vietnam Construction Industry (VCI) has been growing at 15% annually in the past 10 years. In 2002, VCI comprised 39% of the GDP growth rate. In 2011, VCI increased its contribution to 41.1%. Thanks to the promotion of industrialization from the Vietnamese government and infusing of foreign investments through the Official Development Assistance (ODA) program, construction growth rate has been healthy and consistent over the years (Nguyen Duy *et al.*, 2004; Khanh & Kim, 2014; Luu *et al.*, 2008). However, despite large growth and increasing demand for construction, multiple research efforts in the past 15 years had identified that VCI performance still left a lot to be desired.

### Literature Review

It is widely accepted that a project is successful when it is finished on time, within budget, and to stakeholders' satisfaction (Long *et al.*, 2004). A literature research has been conducted to evaluate VCI performance in terms of time, cost, and customers' satisfaction.

#### *Time and Cost Performance*

Many Vietnam construction projects have faced various problems that have caused significant scheduling delays. In 2009, a research examined 77 projects completed from 1999 to 2005. These projects were in the southeastern area, within cities and provinces where the demand and concentration of building projects were large. It was identified that 75% of those projects were

delayed, and 66% of them were over budget (Hoai Xuan, 2016; Luu *et al.*, 2009). In 2009, another study identified that Vietnam projects suffered from over 10% time-overrun of the original construction duration (Le-hoai *et al.*, 2009). In 2012, the Vietnam Federation of Civil Engineering Associations estimated that 99% of investment projects in Vietnam were delayed (Anh Duc, 2012).

### *Stakeholder Satisfaction*

Disputes between parties are signs of non-satisfactory performance. In 2004, a study identified that disputes between construction participants was one of the top causes of project failure in Vietnam (Long *et al.*, 2004). In 2007, another study claimed that conflicts between project owners and government agencies negatively influenced many projects (Thuyet *et al.*, 2007). In 2008, Vietnamese government organizations also acknowledged their dissatisfaction with construction delay and cost overrun problems, especially with government-related funded projects (Le-Hoai *et al.*, 2008). This dissatisfaction was found to be based on empirical evidence showing that public projects in Vietnam usually took longer to complete compared to their private counterparts. This was also consistent with observations in Hong Kong, UK, and Malaysia (Luu *et al.*, 2009). Also in 2008, many problems arose during the implementation of multiple construction projects that caused many citizens to lose faith in the government's ability to deliver public projects (Le-Hoai *et al.*, 2008).

### *Knowledge Gaps*

The literature review revealed that there are no studies that identify common causes of non-performance in Vietnam. Such studies are critical since they may help the VCI learn from other countries to identify practices that lead to better performance of VCI projects.

## **Research Method**

This study provides a major literature research and review. The objectives of this study are three-fold: (1) identify poor performance causes of the VCI, (2) identify similarities between poor performance causes of the VCI and the rest of the world, and (3) identify practices that could help resolve those similar causes from other regional and national studies.

In order to achieve the aforementioned objectives, the author conducted the following steps:

1. The author conducted a major review of VCI publications, surveys, and interviews in the past 15 years to identify the root causes of poor performance and prioritized them by appearance frequency.
2. The author then conducted a literature research on publications from other countries to identify non-performance causes that they have in common with the VCI and created a list of prioritized common issues (Figure 2).

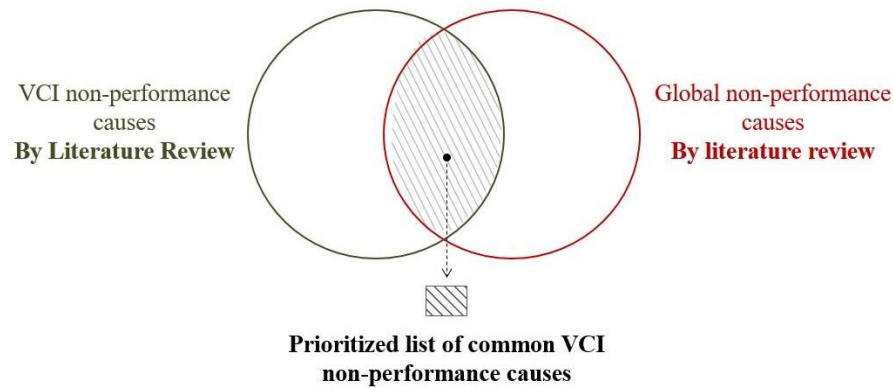


Figure 3: Compilation of the list of common VCI non-performance causes

- The author identified practices and theories from other countries that have been developed to help improve construction performance. The author selected one of these solutions to improve the VCI performance.

### Causes of Non-Performance

Many VCI research efforts over the last 15 years have documented poor performance by conducting industry surveys. The author reviewed this research to compile all non-performance causes from past studies. The results are shown in Table 1.

Table 1: Sample analysis of data table explicitness.

#	Causes of failure of construction projects	Nguyen Duy <i>et al.</i> , 2004	Thuyet <i>et al.</i> , 2007	Le-Hoai <i>et al.</i> , 2008	Luu <i>et al.</i> , 2008a	Luu <i>et al.</i> , 2008b	Yean <i>et al.</i> , 2009	Le-Hoai <i>et al.</i> , 2009	Ling & Bui, 2010	Ling & Hoang, 2010	Nguyen <i>et al.</i> , 2013	Le <i>et al.</i> , 2013	Occurrences	Agreed Frequency	Ranking
1	Ineffective designs and frequent design changes		x	x	x	x	x		x		x	x	8	73%	1
2	Poor contractor performance	x		x	x	x	x				x		7	64%	2
3	Ineffective project management	x	x		x	x		x			x	x	7	64%	2
4	Financial difficulties of owner			x		x	x	x			x	x	7	64%	2
5	Financial difficulties of contractor	x		x		x	x	x	x				6	55%	5
6	Poor site management and supervision	x	x	x		x			x		x		6	55%	5
7	Corruption/Collusion	x			x		x			x	x		5	45%	7
8	Lack of experience in complex projects		x			x	x		x		x		5	45%	7
9	Slow payment of completed works			x	x	x			x				4	36%	9
10	Bureaucratic administrative system	x	x		x					x			4	36%	9
11	Lack of accurate historical information	x	x	x					x				4	36%	9
12	Interest and inflation rates			x		x				x			3	27%	12

#	Causes of failure of construction projects (continued)	Nguyen Duy et al., 2004	Thuyet et al., 2007	Le-Hoai et al., 2008	Luu et al., 2008a	Luu et al., 2008b	Yean et al., 2009	Le-Hoai et al., 2009	Ling & Bui, 2010	Ling & Hoang, 2010	Nguyen et al., 2013	Le et al., 2013	Occurrences	Agreed Frequency	Ranking
13	Unpredictable government policies and priorities			x					x	x			3	27%	12
14	Poor subcontractor performance			x					x			x	3	27%	12
15	Slow site handover	x			x			x					3	27%	12
16	Defective works and reworks			x	x			x					3	27%	12
17	Lack of capable owners	x	x		x								3	27%	12
18	Improper planning and scheduling	x	x								x		3	27%	12
19	Inaccurate estimates	x		x								x	3	27%	12
20	Poor tendering practices (Low bid practice)	x	x					x					3	27%	12
21	Inadequate legal framework						x			x			2	18%	21
22	Owners' site clearance difficulties	x			x								2	18%	21
23	Shortages of materials			x				x					2	18%	21

The results are consistent with findings of studies from other geographical regions (Elawi, 2015; Rivera, 2016a; Algahtany, 2017). Most of the problems listed above are a result of human and management error, as opposed to technical limitations (materials, equipment, environmental, etc.) (Algahtany, 2017; Almutairi, 2017). In the case of Vietnam, consultants, contractors, and coordination had caused the most amount of risks while clients/owners caused the most severe risks to projects. It has been estimated elsewhere that 20-40% of capital investment in construction was lost due to poor management for which bureaucracy and bribes were mainly responsible for (Long *et al.*, 2004). The national construction companies rarely paid attention to productivity or time and cost performance of their projects. Because of the lack of competition and hard dependence on production norm, the estimation was not strict. This is the replication of Soviet regime (Luu *et al.*, 2009).

Bidding methods are also being questioned. Several studies and interviews identified that poor bidding practices led to hiring ineffective contractors and consultants. Contracts were awarded primarily based on price and rapport of the bidders without consideration of their actual performance. Often, the lowest bidders were chosen to save on project cost. Since tendering is a very sensitive issue, accepting the lowest-price tender was a quick and “safe” way to help the public owners defend themselves from criticisms and to show accountability. Nevertheless, in some cases, bidders submitted the lowest price in order to win the bid and at the later stage, they would negotiate with the owner for change orders to increase their offer. Another problem with bidding in the VCI was unethical behavior and collusion of bidders. Collusive tendering occurred when a number of firms agreed between themselves either not to bid, or to bid in such a manner as not to be too competitive with each other. Incompetent contractors had been awarded contracts with arrangements in the past and they could not finish projects on time and satisfy quality expectations (Thuyet *et al.*, 2007).

## Comparing VCI Issues to Other Construction Industries

Other studies from different countries identified that project stakeholders in developing countries face similar problems in spite of different geographic, economic, political and social backgrounds. In the case of Vietnam, 91% (21/23) of issues that VCI had been facing occurred in other countries as well. Table 2 summarizes shared issues between Vietnam and other countries.

Table 2: Shared Issues between VCI and other Construction Industries.

#	Vietnam Causes of failure of construction projects	Kuwait (Koushki, 2005)	South Korea (Acharya <i>et al.</i> , 2006)	Hong Kong (Lo, 2006)	UAE (Faridi, 2006)	Malaysia (Sambasivan, 2007)	Jordan (Sweis, 2007)	Ghana (Frimpong, 2003)	Nigeria (Aibinu, 2006)	UK (Yakubu & Sun, 2010)	Thailand (Toor & Ogunlana, 2008)	Shared Issues?
1	Ineffective designs and frequent design changes	x	x			x	x		x	x	x	Y
2	Poor contractor performance			x		x	x				x	Y
3	Ineffective project management						x		x			Y
4	Financial difficulties of owner	x				x		x	x			Y
5	Financial difficulties of contractor	x		x		x	x	x	x		x	Y
6	Poor site management and supervision				x	x					x	Y
7	Corruption/Collusion											Y
8	Lack of experience in complex projects									x	x	Y
9	Slow payment of completed works							x				Y
10	Bureaucratic administrative system		x		x							Y
11	Lack of accurate historical information											N
12	Interest and inflation rates							x				Y
13	Unpredictable government policies and priorities		x									Y
14	Poor subcontractor performance						x		x	x	x	Y
15	Slow site handover		x									Y
16	Defective works and reworks								x			Y
17	Lack of capable owners	x			x			x				Y
18	Improper planning and scheduling				x	x	x				x	Y
19	Inaccurate estimates		x							x		Y
20	Poor tendering practices (Low bid practice)			x								Y
21	Inadequate legal framework											N
22	Owners' site clearance difficulties										x	Y
23	Shortages of materials	x			x			x				Y

In 2004, Nguyen *et al.* claimed that Vietnam, similarly to other countries, did not have adequately trained professionals in project management. Managerial skills were not being fully utilized in the industry. Hence, it is imperative that project management should be improved in the VCI, and there is now a demand for Vietnam to adopt a procurement and project

management model with proven performance from other countries to address the current non-performance issues.

### Requirements of the New Project Delivery Model

In addition to studies that identified non-performance factors, VCI researchers have also recommended multiple critical factors that the new project delivery model needed to satisfy to improve the VCI performance. Table 3 is a list of all mentioned factors.

*Table 3: Required functions of the new VCI project delivery model.*

Code	Improvement Practices & Theories	Suggested Studies
<b>A. Improvement of the current bidding system</b>		
A1	Contractor selection stage must receive more serious consideration	Le-Hoai <i>et al.</i> , 2008; Koushki, 2005; Toor & Ogunlana, 2008
A2	Promote pre-qualification of tenders and selective bidding	Nguyen <i>et al.</i> , 2004
A3	The tender selection philosophy that only “lowest-price wins” need to change. The most responsive contractor based on preset criteria should be selected	Thuyet <i>et al.</i> , 2007; Lo, 2006; Sambasivan, 2007
A4	Testing contractors’ experience and competency through successful projects in the past should have bigger weight in score-scale of contractor selection	Le-Hoai <i>et al.</i> , 2008; Sambasivan, 2007; Aibinu, 2006
A5	Designer selection should be based on experience and past performance	Thuyet <i>et al.</i> , 2007; Olawale & Sun, 2010
A6	Simplify the bidding process	Thuyet <i>et al.</i> , 2007
A7	Save time and cost during the bidding process	Nguyen <i>et al.</i> , 2004
A8	Improve contracts to equitably allocate risks between parties	Le-Hoai <i>et al.</i> , 2008; Faridi, 2006; Sambasivan, 2007
<b>B. Performance Tracking</b>		
B1	Measure performance of construction projects despite differences in design specification, delivery methods, administration, and participants	Khanh <i>et al.</i> , 2014; Frimpong, 2003
B2	Create practical models to assess the changes of schedule and cost	Le-Hoai <i>et al.</i> , 2008; Lo, 2006; Olawale & Sun, 2010; Toor & Ogunlana, 2008
B3	Measure performance for construction companies to find out what should be improved	Luu & Huynh, 2008b; Lo, 2006
<b>C. Improvement of project management techniques</b>		
C1	Introduce effective construction management at corporate, process, project, and activity levels	Nguyen <i>et al.</i> , 2004; Acharya <i>et al.</i> , 2006; Lo, 2006; Faridi, 2006; Frimpong, 2003; Olawale & Sun, 2010
C2	Ensure all project parties, especially contractors or subcontractors, should clearly understand their responsibility	Khanh <i>et al.</i> , 2014; Koushki, 2005; Acharya <i>et al.</i> , 2006; Lo, 2006; Faridi, 2006; Olawale & Sun, 2010; Sambasivan, 2007; Toor & Ogunlana, 2008
C3	Project team members need to be well matched to particular projects	Thuyet <i>et al.</i> , 2007
C4	Adequate resources investment in the pre-construction phase	Acharya <i>et al.</i> , 2006; Lo, 2006; Sambasivan, 2007



<i>D. Address high impact issues</i>		
D1	Owners' incapability to plan, organize, motivate, direct, and control projects	Thuyet <i>et al.</i> , 2007
D2	More effective communication between owners and designers	Thuyet <i>et al.</i> , 2007
D3	Select high performing consultants to evaluate design works	Thuyet <i>et al.</i> , 2007; Koushki, 2005; Acharya <i>et al.</i> , 2006
D4	Ensure that owners understand their responsibility for monthly timely payment to contractors	Le-Hoai <i>et al.</i> , 2009; Sambasivan, 2007
D5	Ensure that all project parties, especially contractors, understand their responsibility to provide materials on time and be well-prepared for this financial responsibility	Le-Hoai <i>et al.</i> , 2009; Sambasivan, 2007; Olawale & Sun, 2010
D6	Create and maintain good relationships between both central and local governments	Thuyet <i>et al.</i> , 2007
D7	Ensure that projects are inspected by government officials	Ling & Bui, 2010; Faridi, 2006
D8	Ensure foreign experts are involved	Ling & Bui, 2010

CotecCons, Vietnam's top contractor that specializes in both designing and construction has achieved high performance and success by following the principles suggested in Table 3. According to CotecCons' Chairman and General Director, Duong Ba Nguyen, CotecCons measured and justified its own performance to minimize the need to blindly trust the owners' perspective. Nguyen also identified that being prompt with payments was his competitive advantage, in addition to aligning his team members to the right projects and creating a transparent working environment. By applying correct principles, CotecCons has seen success and has become the most reputable contractor in Vietnam. CotecCons' clients include top real estate companies such as Vingroup, Tan Hoang Minh, and Phat Dat. Their past large projects (>\$100M value) include GoldMark City, TimesCity Parkhill, Vinhomes Central Park, and the iconic highest skyscraper in Vietnam, Landmark 81. In 2016, CotecCons' revenue and profit were reported at \$880M and \$75M respectively while Hoa Binh Construction's (second reputable contractor) revenue and profit were \$477M and \$25M respectively (Mai Linh, 2017; Thanh Tu, 2017).

It has been identified that a project delivery model that could satisfy all requirements in Table 3 does not exist in the VCI. Hence, the need to conduct research to identify a model that matches the requirements to improve the VCI arose.

### **Potential Solutions for VCI**

In a literature search for potential solutions, to resolve the low performance in the delivery of services, the author identified three landmark studies.

#### *First Study – Global Performance Measurement*

A study was commissioned by the CIB, Task Group 61 (TG61), which performed a worldwide investigation in 2008 that identified innovative construction methods with documented high-performance results. The study filtered through more than 15 million articles and reviewed 4,500 of them. In the end, the study found only 16 articles with documented performance results. The Best Value (BV) Performance Information Procurement System (PIPS) was one of three



construction methods found in those articles, and it was found in 75% (12 of 16) of the articles (Egbu *et al.*, 2008).

The other two methods were the Performance Assessment Scoring System (PASS) and the City of Fort Worth Equipment Services Department (ESD - FT). After further investigation, it was found that although the PASS had measured performance information, the system did not document any improvements in performance of their projects. The ESD - FT had measurements to show improvements of their projects, however, this system did not have documented information for how the process worked. It was also a process that was internal to the organization and did not involve projects with suppliers or other organizations (Rivera, 2014).

### *Second Study – Performance Validation*

The Performance Based Studies Research Group (PBSRG) out of Arizona State University commissioned this study, to conduct a follow on worldwide study to the CIB worldwide study in 2008 by Task Group 61 (TG61). The study's objective was to identify all research efforts and systems around the world that are similar to the BV PIPS, as well as construction performance. The study shifted through hundreds of papers, websites, and personal industry contacts, and found similar results as the first study. In this case, BV PIPS was the only method with documented performance results (Rivera, 2014; PBSRG, 2016).

### *Third Study – Delivery System Comparison*

This study was performed in 2013 by a graduate researcher who was interested in identifying the difference between delivery systems. The study reviewed 780 publications in five major databases (EI Compendex, Emerald Journals, ABI/Inform, Google Scholar, and ASCE Library). From the 780 publications reviewed, 103 delivery systems were analyzed and compared. Additionally, 10 company management models were assessed. The top 22 major buyer/supplier theories were identified including: Lean Construction, Supply Chain Management, Total Quality Management (TQM), Just in Time (JIT), Project Management Body of Knowledge (PMBOK), and Conflict Management. After comparing the 133 different delivery approaches, the study found that the Best Value (BV) Performance Information Procurement System (PIPS), was the only model that did not use management, direction, and control to improve performance of the delivery of services, and had documentation showing increased project performance (Kashiwagi, 2013).

BV PIPS was the only process that had sufficient documentation showing that it could improve customer satisfaction and value on projects in the construction industry that involved suppliers.

### *BV PIPS Introduction*

BV PIPS is a revolutionary approach to improving the delivery of services. The system was first conceived in 1991 as part of a Ph.D. candidate's dissertation, where he used the Information Measurement Theory (IMT) as the theoretical foundation to identify the construction industry structure and the cause of poor performance (Kashiwagi, 1991; Kashiwagi, 2017). IMT proposes the use of natural laws and logic to explain reality to identify expertise and value. IMT helped create the Industry Structure (IS) model which proposes that the buyer, or end user (people

factor), may be the major source of project cost and time deviation. Initially used strictly as a procurement model to select roofing systems and contractors for private organizations (including Intel, IBM, and McDonald Douglas), BV PIPS has since been heavily documented and has spread to be tested in the entire supply chain (construction and non-construction services). Its methodology has been researched and developed, in support of professional groups like the International Council for Research and Innovations in Building and Construction CIB and the International Facility Management Association for the last 25 years, and has been identified as a more efficient approach to the delivery of professional services (Rivera, 2017). Some of the impacts of the BV PIPS are as follows:

1. BV PIPS is the most licensed university developed technology at Arizona State University or any other project / risk management research group with 55 licenses issued by the innovation group AZTech at Arizona State University. Arizona State University had been identified as the most innovative U.S. university in 2016 and 2017, ahead of schools such as Stanford (#2) and M.I.T. (#3) (“Arizona State University,” 2017).
2. BV PIPS tests have been tested in 32 states in the U.S. and 10 different countries besides the U.S. (Finland, Botswana, Netherlands, Canada, Malaysia, India, Poland, Brazil, Saudi Arabia, and Norway).
3. Documented performance of over 1,900 projects valued at \$6.6 billion, customer satisfaction of 9.8 (out of 10), 93.5% of projects on time and 96.7% on budget (Rivera, 2016b; Rivera, 2016c).
4. Arizona State University business services and procurement department tested the PIPS system and generated \$100 million in revenue based on the method in the first three tests, and currently receives \$110 million a year from using the method.
5. Research tests show that in procuring of services outside of construction, the observed value is 33% of increase of revenue or decrease in cost of 33% (Kashiwagi, 2013).
6. Minimization up to 90% of client’s risk management efforts and transactions due to reduced risk levels and the transfer of risk management and accountability to the vendors (Kashiwagi *et al*, 2012; Kashiwagi *et al*, 2014).
7. The results of PIPS testing has won numerous awards: 2012 Dutch Sourcing Award, the Construction Owners of America Association (COAA) Gold Award, the 2005 CoreNet H. Bruce Russell Global Innovators of the Year Award, and the 2001 Tech Pono Award for Innovation in the State of Hawaii, along with numerous other awards (Kashiwagi *et al*, 2012).
8. The largest projects are \$1 billion Infrastructure project in the Netherlands, \$100 million City of Peoria Wastewater Treatment DB project; \$53 million Olympic Village/University of Utah Housing Project (Kashiwagi *et al*, 2012).

The former Associate Vice-President of Arizona State University Business Services, Ray Jensen, who led ASU to deliver \$1.7 billion of services at ASU, commented on PIPS, saying, “I have been successful in the business of procurement and services delivery for the past 30 years. I saw in PIPS, improved solutions of performance/contract administration issues that are so dominant, that I am willing to change my approach to the business after 30 years” (Kashiwagi, 2013).

Outside groups have analyzed the BV PIPS system multiple times in the last 17 years. However, three investigations performed a thorough study on the impact and effectiveness the BV PIPS system has had on 100+ unique clients:

1. The State of Hawaii Audit (State of Hawaii PIPS Advisory Committee, 2002; Kashiwagi *et al*, 2002).
2. Two Dutch Studies on the Impact of PIPS (Duren JV & Doree A, 2008).

The studies confirmed that the performance claims of the PIPS system were accurate. Duren and Doree's study found the following for BV PIPS projects performed in the United States (2008):

1. 93.5% of clients who worked with BV PIPS identified that their projects were delivered on time.
2. 96.7% of clients who worked with BV PIPS identified that their projects were delivered within budget.
3. 91% of the clients stated that there were no charges for extra work.
4. 93.9% of the clients awarded the supplier's performance with greater than an 8 rating (on a scale from 1-10, 10 being the highest performance rating).
5. 94% of clients would hire the same supplier again.

Currently, the BV PIPS is used mainly as a procurement/risk management system, but also has project management applications. The BV PIPS minimizes the complexity of increasing project sizes and supply chain participants by creating transparency using performance information. The author propose the BV PIPS as a potential solution to improve VCI performance due to the following reasons:

1. BV PIPS is the only identified system with sufficient documentation showing that it can deliver projects on time, on budget, and with high customer satisfaction.
2. BV PIPS has been tested in multiple countries and regions and shown similar results in all of them.

### **Conclusion**

The construction industry in Vietnam has been growing consistently in recent years. However, the majority of projects are still suffering from non-performance issues mainly caused by construction participants. Multiple studies have identified the causes of non-performance in the VCI and have recommended directions to improve current delivery method. The BV PIPS model has been identified as a potential solution for issues in the VCI. Due to a limitation in information available, the author recommends that future efforts should be spent to quantify and document the current VCI performance and utilize the expertise of the BV PIPS creator to determine whether BV PIPS can be applied in Vietnam.

### *Recommendation*

Due to limited amount of research readily available, the author could not obtain any data post-2014. Hence, the author recommends that a full research should be conducted to update the

current VCI performance information and issues. Additionally, further effort should be spent on identifying whether the BV PIPS model truly aligns with the VCI issues, and if the creator of BV PIPS should be utilized for his expertise and advice. Finally, upon verifying the validity of the BV PIPS model, a pilot test could be carried out and studied.

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