

RISK ASSESSMENT AND RISK MANAGEMENT PLAN

Risks	Assessment without Mitigation	Management Plan or Measures	Assessment with Mitigation
Exogenous, international financial shock, and macroeconomic instability	High	<p>The government is undertaking measures to strengthen its monetary policy framework, expand the tax base, and strengthen public expenditure management, with the assistance of development partners including ADB.</p> <p>ADB and other development partners in Viet Nam, including the World Bank and the International Monetary Fund, hold regular consultative meetings with the Government on the macroeconomic policy and financial sector stability/development.</p>	Medium
Political resistance and vested interest against the reforms.	Medium	<p>The Government has shown strong commitment to the reform agenda. The Government commitment is also manifested in the scope of legal and regulatory reforms implemented across the financial sector.</p> <p>The Program reduces this risk by focusing policy actions on a small number of important reforms which will cause a high impact, with a firm and wide support from the Government and the concerned stakeholders</p>	Low
Poor governance and corruption	Medium	<p>The Government is increasingly adopting a tougher stance on corruption and has recently undertaken legal reforms, including the enactment of the Anti-Corruption Law, the establishment of a steering committee against corruption, headed by the Prime Minister.</p> <p>Results of investigations against corruption overseen by the Government inspectorate have been disclosed, and a legal framework is established to protect and reward people who blow a whistle against corruption.</p>	Low
Overall	Medium		Low

ADB = Asian Development Bank.
Source: Asian Development Bank.