

DEAL #545

Location



Location #1

Spatial accuracy level
Location

Administrative region
Da Nang, Vietnam



Target country
Comment on location

Vietnam
Nissho Iwai's forestry and wood chip production businesses in Vietnam began with Vietnam-Japan Chip Corporation, which was established in Danang City in Quang Nam Province in 1993. See <https://www.sojitz.com/en/news/2002/05/20020527.php>

Location #2

Spatial accuracy level
Location

Administrative region
Cái Lân, tp. Hạ Long, Quảng Ninh, Vietnam



Target country

Vietnam

Comment on location

VIJACHIP Cai Lan (established in 2004), see <https://www.sojitz.com/en/special/project/post-13.php>

Location #3

Spatial accuracy level

Location

Administrative region

Vung Ang, Ha Tinh Province, Vietnam



Target country

Comment on location

Vietnam

Vietnam-Japan Chip Vung Ang Corporation (VIJACHIP VA). See

<https://www.sojitz.com/en/news/2002/05/20020527.php>

General info



Land area

Size in operation (production, in ha)

Comment on land area

[2010] 39274

"VIJACHIP as well as VIJACHIP Vung Ang (established in 2001) and VIJACHIP Cai Lan (established in 2004), which also adopted this business model, successfully planted a total of 39,274 ha through the end of 2010 and created approximately 500,000 jobs annually." See <https://www.sojitz.com/en/special/project/post-13.php>

Intention of investment

Intention of investment

Timber plantation (for wood and fibre)

Nature of the deal

Comment on nature of the deal

There are two ways for securing plantation in Vietnam. -The first one is to rent directly the land to the Vietnamese local authorities. This is the case, for instance, of QPFL (See Deal 542). - The second one is to make a JV with a State Forest Enterprise (SFE), which will provide the land and hold the responsibility for the

plantation – or will sub-contract with farmers to get additional logs. See Karsenty A., Roda J.-M. 2005. Study on the Impacts of Market and Investment Liberalization on Vietnam's Pulp and Plantations Sector, with Particular Reference to China, Programme ASIA PRO ECO, Union Européenne
(https://agritrop.cirad.fr/550308/1/document_550308.pdf)

Negotiation status

Negotiation status

Concluded (Contract signed)

Implementation status

Implementation status

[2014] In operation (production)

Comment on implementation status

Information from company:

<https://www.sojitz.com/en/special/project/post-13.php>

Employment



Number of domestic jobs created

Jobs created (domestic)

Yes

Current number of jobs (domestic)

500000

Comment on jobs created (domestic)

VIJACHIP as well as VIJACHIP Vung Ang (established in 2001) and VIJACHIP Cai Lan (established in 2004), which also adopted this business model, successfully planted a total of 39,274 ha through the end of 2010 and created approximately 500,000 jobs annually. (See <https://www.sojitz.com/en/special/project/post-13.php>)

Investor info



Operating company

Operating company

Sojitz Vietnam Company Ltd. (#35242)

Name of investment project

VIJACHIP (Vietnam – Japan Chip Corporation)

Comment on investment chain

VIJACHIP is a Joint Venture between the Japanese NISSHO IWAI (now SOJITZ Corporation) and the VINAFOR, a State-owned company/with five local forestry companies (according to another source). Sojitz has three directly managed woodchip manufacturing subsidiaries in Vietnam that conduct afforestation projects: VIJACHIP Cai Lan Corporation, VIJACHIP Corporation, VIJACHIP Vung Ang Corporation.

Network of parent companies and tertiary investors/lenders. Please right-click the nodes to get more details.



Legend

- ← Is parent company of
- ← Is tertiary investor/lender of
- Left-click to reveal related parent companies and tertiary investors/lenders.
- Right-click on investors to get more information.
Left-click to hide related parent companies and tertiary investors/lenders.

Data sources



Data source #1

Data source type	Research Paper / Policy Report
URL	http://www.wrm.org.uy/countries/Asia/mekong.html
File	
Publication title	Struggles for land, forests, and food sovereignty
Date	2001-01-01
Comment on data source	The Pulp Invasion: The international pulp and paper industry in the Mekong Region by Chris Lang

Data source #2

Data source type	Company sources
URL	http://www.sojitz.com/en/corporate/network/area/area.asp?area_e=Asia%20%26%20Oceania
File	
Publication title	Sojitz Group
Date	2008-01-01
Comment on data source	Provides information on Sojitz Group's subsidiaries and affiliates.

Data source #3

Data source type	Company sources
URL	http://www.gpfl.com.au/nissho.htm
Publication title	Sojitz Corporation

Comment on data source

Provides details about the corporation.

Data source #4

Data source type

URL

File

Publication title

Date

Company sources

<http://www.sojitz.com/en/csr/report/index.html>



Sojitz Group CSR Reports

2009-04-01

Data source #5

Data source type

URL

File

Publication title

Date

Comment on data source

Company sources

<http://www.sojitz.com/en/news/2011/20110701.html>



Sojitz Enters Wood Chip Manufacturing Business in Africa Wood Chip Export Base to be Constructed in Mozambique, Production and Exports to Begin this Fiscal Year

2011-07-01

From this source, "Sojitz is active in the tree-planting business in Vietnam and Australia. Approximately 46,000 hectares of forest have been created in Vietnam by providing financing the farmers and supplying free saplings through Sojitz's four wood chip process mills in the country. ", however, this amount might include also QPFL (Deal 542, see more at https://agritrop.cirad.fr/550308/1/document_550308.pdf)

Data source #6

Data source type

URL

Date

Comment on data source

Other (Please specify in comment field)

<https://www.jbic.go.jp/en/information/press/press-2014/0330-37603>

2015-03-30

Loan Agreement

Data source #7

Data source type

URL

File

Publication title

Date

Research Paper / Policy Report

https://agritrop.cirad.fr/550308/1/document_550308.pdf



Study on the Impacts of Market and Investment Liberalization on Vietnam's Pulp and Plantations Sector, with Particular Reference to China, Programme

2005-01-01

Data source #8

Data source type

URL

File

Publication title

Date

Company sources

<https://www.sojitz.com/en/special/project/post-13.php>



Afforestation and Woodchip Production Business in Vietnam

2014-02-01

Data source #9

Data source type

URL

File

Publication title

Date

Data source #10

Data source type

URL

File

Publication title

Date

Comment on data source

Company sources

<https://www.sojitz.com/en/news/2002/05/20020527.php>



Operations Commence at Vietnam-Japan Chip Vung Ang Corporation, a Plantation Wood Chip Processing and Sales Company in Vietnam

2002-05-27

Media report

<http://www.quangninh.gov.vn/vi-VN/huyenthi/huyenbache/Trang/Tin%20chi%20ti%E1%BA%Bnewsid=816&cid=1&dt=2012-08-01>



VIJACHIP CÁI LÂN - Gắn kết với người dân miền núi

2012-08-11

Vietnamese source on supports of company for the local people.

Local communities / indigenous peoples



How did the community react?

Community reaction

Comment on community reaction

Consent

Local people are happy because of supports of company. See Vietnamese source:

<http://www.quangninh.gov.vn/vi-VN/huyenthi/huyenbache/Trang/Tin%20chi%20ti%E1%BA%Bnewsid=816&cid=1&dt=2012-08-01>

Promised benefits for local communities

Promised benefits for local communities

Comment on promised benefits for local communities

Financial Support

Providing free seeds, transferring technical knowledge, see Vietnamese source:

<http://www.quangninh.gov.vn/vi-VN/huyenthi/huyenbache/Trang/Tin%20chi%20ti%E1%BA%Bnewsid=816&cid=1&dt=2012-08-01>

Produce info



Detailed crop, animal and mineral information

Crops area

Crops yield

Accacia, Eucalyptus

Accacia, Eucalyptus

Use of produce

Country 1

Comment on use of produce

Japan

export plantation wood chip to Japan, mainly Japanese Oji Paper. See

https://agritrop.cirad.fr/550308/1/document_550308.pdf

In country processing of produce

In country processing of produce

Yes

History (8 versions)

March 10, 2020, 7 a.m.	●	overwritten	This version	↔ Compare with previous version
June 9, 2019, 7:07 p.m.	●	overwritten	👁 Show this version	↔ Compare with previous version
Aug. 23, 2016, 5:05 p.m.	✔	overwritten	👁 Show this version	↔ Compare with previous version
Aug. 11, 2015, 8:01 p.m.	✔	overwritten	👁 Show this version	↔ Compare with previous version
Jan. 22, 2015, 3:16 p.m.	●	overwritten	👁 Show this version	↔ Compare with previous version
June 18, 2014, 1:58 p.m.	●	overwritten	👁 Show this version	↔ Compare with previous version
May 13, 2013, 1:48 a.m.	●	overwritten	👁 Show this version	↔ Compare with previous version
Feb. 15, 2013, 5 p.m.	●	active	👁 Show this version	First version

Comments (0 comments)

There are no comments to this deal yet.