



**VIETNAMCREDIT INFORMATION COMPANY**

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**REPORT ON  
ELECTRIC WIRE AND CABLE SECTOR**

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### Major comments by Vietnamcredit

From being totally dependent on foreign countries, nowadays, Vietnam's electric wire and cable manufacturers can satisfy major demands of domestic market and are about to export to international markets. The products are highly appreciated and the market size is being expanded.

Together with the rapid development of the global industry, electric wire and cable is among the 10 main export items of Vietnam. Export of foreign-owned enterprises (Japan, Taiwan, Korea) accounts for major proportion. Annual export growth rate is 25-40%.

Electric wire and cable manufacturing of Vietnam depends greatly on imported raw materials. Therefore, any fluctuation in the raw material prices and the exchange rates or import duties will significantly impact on production and business activities of enterprises.

Electric wire and cable have a lot of potential for development, yet the competitiveness of domestic enterprises still remains low. Export price of this product of Vietnam is higher than that of some countries in the region such as China, Thailand and Malaysia.

It is expected that in 2006 – 2010, electric wire and cable manufacturing will be able to maintain growth rate at 30% and in 2010, will reach USD 1.12 billion.