## Day 2: 23 September, 2006 (Saturday)

#### Field Trip to Phu Vinh Village



#### Information on Phu Vinh Village (Bamboo & Rattan)

#### I. Overview of Phu Nghia commune

#### 1. The geographical position

Phu Vinh village is located in the Phu Nghia commune, 3km from its center. Phu Nghia commune in turn is located in the Chuong My District, 5 km from its center, 15 km from the province center and 27 km from Ha Noi center. The national road number 6 linking Ha Noi Capital, Hoa Binh province and Northern West mountainous area also goes through Phu Nghia commune. With all these advantages, Phu Nghia plays an important geographical role politically and economically. The length of Phu Vinh commune is up to 3.5km. Phu Nghia borders:

- Tien Phuong commune, Chuong My district to the east
- Dong Phuong Yen commune, Chuong My district to the west
- Ngoc Hoa and Truong Yen communes, Chuong My district to the south
- Dong Quang commune, Quoc Oai district to the north

#### 2. The area of Phu Nghia commune

The total area is 810.56 hectare, in which:

- Farm land is 475.8 hectare
- Land tenure is 56.9 hectare
- Land for industrial use is 54.3 hectare
- Land for irrigational and transportation use is 214.2 hectare
- Land for cultural projects is 6.2 hectare
- Spare land is 3.16 hectare

#### 3. Population and labour of Phu Nghia commune (data updated on 31st December, 2004):

There are 2,028 households with 4,935 persons out of 9,251 in the labour age.

#### 4. Population distribution

There are 7 villages and 10 complexes in the Phu Nghia commune, which are divided into 10 administrative hamlets. The 7 villages are Dong Tru, Nghia Hao, Khe Than, Quan Cham, Phu Huu 1, Phu Huu 2, and Phu Vinh. Phu Vinh village is divided into 4 small parts: Thuong, Ha, Go Dau and Dam Bung.

5. Households producing rattan products for export in Phu Vinh village

The households producing rattan products for export occupy 85% of the total. These households contribute to create more jobs, and to improve the living standard of the local population. At present the poor households have decreased to 5.34%, the rich households account for 37.5% and 57.16% are the medium-income households.

- 6. Companies, enterprises and cooperative groups in the commune
  - a. Companies and enterprises: 25 companies limited, enterprises and cooperative groups of which 17 enterprises and cooperative groups take part in producing rattan and bamboo for export, 8 enterprises do business on farm produce etc.
  - b. There are 15 enterprises operating in rattan and bamboo products for export.

#### 7. Handicraft trade village development

All 7 villages in the Phu Nghia commune were recognized as "handicraft trade village" by the

People Committee of Ha Tay by October, 2004. Phu Vinh village was recognized to be a "traditional handicraft trade village" in 2000.

#### 8. Health and education

There is one medical station located in the center of the village. There is one secondary school, primary school and one kinder garden of national standard.

# II. Economic Development - Investment for Infrastructure and Handicraft Trade Village

#### 1. Total Income of Four Years (2001-2004) and the First Quarter of 2005

No.	Details	Unit	2001	2002	2003	2004	1st quarter of 2005
I	Total annual income	Billion VND USD (thousand)	38.0 (2,399)	45.5 (2,873)	52.0 (3,283)	58.0 (3,662)	15.0 (947)
1	Industry	Billlion VND USD (thousand)	12.5 (789)	13.5 (852)	15.5 (978)	17.0 (1,073)	1.2 (75)
2	Small scale industry	Billlion VND USD (thousand)	17.0 (1,073)	22.5 (1,420	26.0 (1,641)	30.5 (1,926)	9.5 (599)
3	Trade, tourism, service	Billlion VND USD (thousand)	8.5 (536)	9.5 (599)	10.5 (663)	11.5 (726)	4.3 (271)
4	Annual income per capita	Million VND USD	4.5 (284)	5.2 (328)	5.8 (366)	6.2 (391)	-

1VND=0.00006315USD (25 May, 2005: http://www.oanda.com/convert/classic)

The annual economic growth rate of Phu Nghia Commune is 10%. The small scale industries play an important part in the economic growth and the stable development of the commune.

#### 2. Investment for Infrastructure in the Past Few Years

Funds for building concrete roads for the handicraft trade village for tourism development purposes was approved by the People Committee and the Tourism Department of Ha Tay province. The total funds are 1 billion VND. The length of the road to be invested in is 1km from the office of agricultural cooperative group to Phu Vinh and to the national road 6A. The investment financial

source of the commune comes from the emblement on public land and the contribution of enterprises located in the commune. The commune also invested in building the road from the national road 6A to Dong Tru and to Dam Bung, 1,274 meters in length and 4 meters in width, total investment of about 1.3 billions. Moreover, one showroom for the handicraft village was invested for the total cost of 150 million VND.

In 2004, the Industrial department of Ha Tay province signed on a project called "Combine Tourism and Handicraft Trade Village Development". The increase of the tourist numbers to Phu Nghia commune is as follows:

- Year2001: 2,300 tourists, of which 125 foreign tourists
- Year2002: 2,800 tourists, of which 175 foreign tourists
- Year2003: 3,400 tourists, of which 237 foreign tourists
- Year2004: 4,200 tourists, of which 280 foreign tourists

In the first quarter of the year 2005, there were 725 tourists, which included 47 foreign tourists.

#### 3. The Formulation and Development Process of the Handicraft Trade Village

The Phu Vinh, rattan and bamboo handicraft trade village was born 300 years ago. The village was tossed back and forth along with Vietnamese history.

Before 1960 - the age of cooperative associations, when Phu Vinh households were active in creating different patterns and making rattan and bamboo products to sell at streets in Ha Noi for both the local people and the foreign tourists. After the establishment of handicraft cooperative associations, all the rattan and bamboo products produced in Phu Vinh were bought by the State. The production was developed dramatically. After 1986, when Phu Vinh handicraft cooperative associations were dissolved, production was limited within the household and cooperative group scale. People had to run their business themselves and received no more subsidy and protection from the government. In order to survive in the market, producers had to find partners and to look for markets for their output. Severe market competition forced the producers to produce high quality but low price products. So far the rattan and bamboo handicraft industry has developed not only in the number and quality of products but also in the number of households that participate in the production.

The demand from customers with regards to the quantity of rattan and bamboo products is increasing day by day. More and more handicraft and trade villages are recognized by the People Committee of Ha Tay province like Phu Vinh (in 2000), Quan Cham and Khe Than (in 2001), Phu

Huu 1 and Phu Huu 2 (in 2003) and the two remaining villages, Dong Tru and Nghia Hao were recognized in October, 2004.

In 2001, Ha Tay people committee and tourism department chose Phu Nghia to be the main tourism spot to be developed. Together with this decision, total investment of 30 millions VND was put into the showroom of Phu Nghia village.

#### III. Phu Vinh Handicraft Trade Village and Its History

#### 1. How was the Name of Phu Vinh Born?

According to Mr. Nguyen Trong Giam, a former librarian of Phu Vinh commune, Phu Vinh used to be called Phu Hoa Trang. There is an old story that once upon a time, one of the wives of King Le Hien Tong, madam Vu Thi Phuong visited the villages. She made a donation to build village's communal house, using the local skills of traditional handicraft rattan and bamboo weaving.

Local residents collect available materials such as Giang (One kind of rattan; smaller but more elastic), Uot (another kind of rattan), Co (palm tree), to make daily products for consumer in the region and neighborhood. When the demand for rattan goods increased, the focus was shift from simple daily products to more sophisticated ones. The outstanding skills are clearly shown in the pictures of four seasons and four supernatural creatures made of rattan and bamboo.

Phu Vinh used to be called Phu Hoa Trang. However, it was officially renamed to Phu Vinh when the new province chief, Mr. Thuong Chay, was inaugurated. He explained that Hoa, meaning flower, would not remain long but Vinh would sound long-life fame and remain forever. Phu Vinh integrated Phu Huu 1 and Phu Huu 2, together with two sub-villages in the Phu Nghia Commune.

The word "Phu" which is included in all the villages names represents a beautiful meaning, good fortune. "Vinh" means "Glory", "Phu" means "Rich", "Nghia" means "Righteousness" and "Huu" means "To have all things". Among the villages in Phu Nghia commune, Phu Vinh is the center with the largest number of skilled workers and artisans of traditional rattan handicraft and bamboo weaving.

The traditional handicraft has been developed since 18th century. Many trade fairs were initiated by the Kings and the person with rewarded product would be honoured in the communal house of the village. In 1712, there were 8 artisans presented with the award of Cửu phẩm (They were recognized as the head-masters of the traditional handicraft village):

Nguyễn Văn Luận Cửu Mai Nguyễn Trọng Trí Trần Văn Giải Nguyễn Văn Sắc Cửu Tân Trần Văn Thạnh Cửu Lăng

#### 2. Current Situation of Phu Vinh Handicraft Trade Village

Phu Vinh has become the most attractive place in Phu Nghia commune for visitors of handicraft trade village tours. Tourists coming to Phu Vinh are attracted by the history of over three centuries of traditional rattan handicraft and bamboo weaving. Nowadays, thanks to modern technologies for raw material processing, skills and techniques of the traditional handicraft are more enhanced and improved. Phu Vinh village is administratively divided into four hamlets: Dam Bung, Go Dau, Ha and Thuong. As the traditional handicraft has employed 99% of 605 households in the village, tourists coming to the village show great interests in the introduction on the handicraft industry from local residents who are all the time busy weaving products.

However, there are some problems which need to be considered. In many families, artisans do not teach the non-family members or people from other villages. Outsiders could learn some techniques but only basics skills of the handicraft weaving. Thus the workers in the villages dare not to take high volumes of orders from buyers, especially during the harvest season because of a lack of the skilled workers.

- 3. Biographies and Stories of Artisans in Phu Vinh Village
- 3.1 Nguyen Van Trung, Artisan (visiting his house in the field trip)

Mr. Trung, 48 year olds, has received many certificates, degrees and awards from both domestic and international organizations, such as the Certificate of Golden Hand presented by the Union of Vietnam co-operatives, the prize of Sophisticated Handicraft Skills presented



by JICA, Japan. Now he is the most famous and prestigious artisan in Phu Vinh. In 1980, at the age of 24, Mr. Trung took an industrial art course. This talented man was chosen to travel to Cuba for further study on processing plants for handicraft production. He was selected to be the chief technician of Phu Vinh traditional rattan handicraft and bamboo weaving co-operative and he played a very important role in exporting art products to former eastern bloc nations and now to Taiwan, Japan and France. The most attractive product in his house is the Portrait of President Ho Chi Minh woven by rattan which is hung at the most respectful place of his house. Although he is physically disabled, he always keeps the words of President Ho Chi Minh: "disabled but still of benefit for the society".

Mr. Trung has traveled to and joined in many exhibitions in Cuba, Russian, France, Japan and Canada to introduce Phu Vinh's traditional handicraft products. Through him, people around the world get to know and understand more about Vietnam, the artisans and skillful workers of Vietnam. In 2004, Mr Trung received more than 50 groups of tourists who visited his family workshop. He and some other artisans in the village traveled to other villages like Hai Duong, Phu Tho, Tuyen Quang to teach the locals rattan and bamboo weaving. His partners now refer to him affectionately as the "Artisan of the village".

He said the ancestor of the handicraft in Phu Vinh was a resident in Thang Long (one of the old name of Ha Noi Capital). However he was fined while being an official and he then escaped to Phu Vinh and learned the traditional handicraft. He also said Mr. Nguyen Van Xoi, the father of Mr Nguyen Van Luan who used to be a ninth grade of mandarin system, was a talented worker of the traditional rattan handicraft and bamboo weaving in the village. Mr. Xoi traveled to China and won the prize of the most beautiful and skillful handicraft products. He also learned much experience from China to spread to the locals in Phu Vinh. Mr. Xoi was considered the ancestor of the Phu Vinh traditional handicraft village.

The handicraft workshop of Mr. Trung is one of the most successful workshops in the village. The total revenue of the year 2004 was approximately 400 millions VND, increased 20% in comparison with the revenue of the year 2003. Income per worker for each month is from 600,000 to 1 million VND. So the rattan and bamboo weaving is a good job for the locals. On the one hand, the salary can support their living expenses; on the other hand the workers can maintain the traditional handicraft inherited from the ancestors.

3.2 Nguyen Trong Tan, Artisan (not included in the field trip)

Mr. Tan was born in 1919 and his business is now run by his son, Mr. Nguyen Trong Tuan.



Mr. Tan has been with the traditional handicraft of bamboo and rattan weaving for 73 years. The latest product he introduced to an exhibition is the "Long Ban" (Bamboo dish-cover). This product was made in one month and was highlighted and appreciated by visitors.

His decorative and sophisticated hand-made products are not only presented in the national exhibition but also in the international trade fair such as Macxey in France.

Through such shows, exhibitions and trade fairs, Mr. Tan has achieved many precious awards: gold medals 02; silver medals 02 and bronze medal 01. The products, at the moment, are sold to trading companies and their designs are produced by orders from import-export companies located close to the Phu Vinh villages and on the way Ha Noi.

For the domestic consumers, Mr. Tan takes samples from plastic, ceramic, glass items in the supermarket as reference for his hand-made rattan bamboo weaving products.

Mr. Tan and his son are very interested in designing souvenir products for tourists who come to see the traditional rattan handicraft and bamboo weavings in Phu Vinh. However they have not launched the scheme for this system because of the small number of visitors. They mentioned that tour operators in Vietnam, especially in Ha Noi and Ha Tay should pay more attention to conduct tours to Phu Vinh and inspire the tourists



about the cultures and traditional handicraft in the village. His son, Mr. Tuan, is now seeking responsible and well known tourist companies to combine tourism with his handicraft village.

#### 3.3 Nguyen Van Tinh, Artisan (not included in the fieldtrip)

Mr Tinh was born in 1963. He began weaving when he was 10 years old. His father was also an artisan who had the chance to meet President Ho Chi Minh in 1962 when the President paid a visit to Phu Vinh. His two sons inherited the traditional rattan handicraft and bamboo weaving. One of them is in the military service.

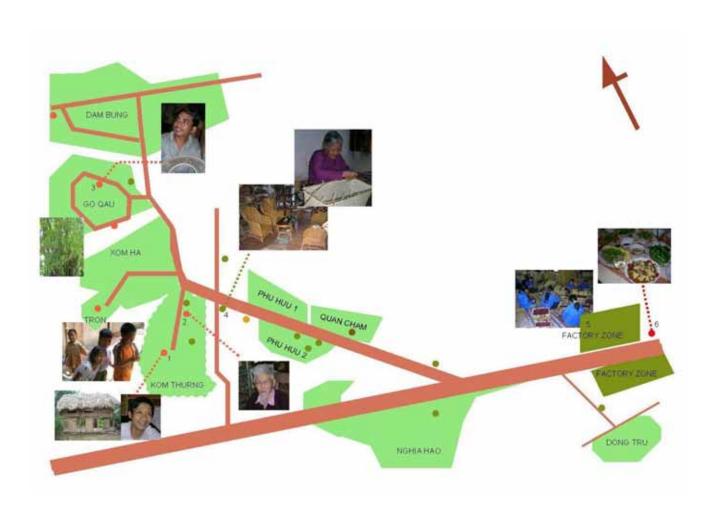
He now focuses on creating designs and his products which are sold directly to both domestic and foreign end-users. Therefore his output volume is low in comparison with other businesses.

One of the products that he likes best is the rattan dish cover made in 1987 for the art purpose, not

for economic purpose. He also received the gold prize in 1987 for this product. He still keeps it as a sweet memory.

He and other artisans opened some classes to spread the traditional rattan handicraft and bamboo weaving to other workers who are interested.

# Map of Phu Vinh Village



# Pictures from Phu Vinh Village



Family business



An artisan playing his hand-made flute



A small boy, already skilled in the craft



Finished products

#### **Exporting SME near Phu Vinh Village**

# HALINH RATTAN & BAMBOO CO., LTD.

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Dear Lady and Gentlemen,

## 1. Company Profile

Established in 1995, we, Halinh Rattan & Bamboo Enterprise (now is Halinh Rattan & Bamboo Co., Ltd.), have rich experience with long time doing business in the field of bamboo, rattan and sea-grass products.

Currently, we are a leading company in handicraft industry in Vietnam with 150 official employees and over 30 satellites (sub-manufacturers) which can meet very big orders from markets.

We are now concentrating on diversifying our products and models in order to satisfy all customers' requirements all over the world and we wish to set up and co-operate long-term business relationship with all concerns.

Total area: 15,000m2 (in which Factory's area: 3,500m2)

Production Capacity: 15 to 20 container 40'/month

(Depending on the models in production)

Markets: EU, USA, Japan, Australia...

Yearly turn over: About 2 million dollar

# 2. Process of Production

In Vietnam, there are a lot of traditional villages making handicraft, we have satellites there to help us implement our orders. These satellites, with a lot of professional employees, are responsible for outwork process. We then collect semi-products from our satellites and complete products following our standard and deliver to customers.

# Products to be exported









