

# **Legal Update**

July 2025



#### PERSONAL DATA PROTECTION LAW

#### **Overview**

- The new Personal Data Protection Law (PDPL) of Vietnam has been enacted on 26 June 2025 as Law No. 91/2025/QH15. The law retains the core principles and intent of the earlier Personal Data Protection Decree (Decree 13), while introducing more detailed and prescriptive requirements.
- What's particularly notable is that, unlike the technology-neutral approach of the GDPR and other
  international frameworks, the PDPL introduces sector-specific provisions likely aimed at
  facilitating compliance in data-intensive industries. This approach makes sense in the context of
  Vietnam, where data privacy remains a relatively new concept and many industries have
  expressed concerns about the challenges of applying Decree 13 to their specific operational
  practices.
- Key elements, such as the classification of basic and sensitive personal data and the procedures for conducting data protection impact assessments, will be further clarified in an upcoming government decree, which may significantly amend current provisions of Decree 13.
- A key development is the introduction of exemptions for SMEs, reflecting a more pragmatic shift from Decree 13's broad, uniform application. The data breach notification requirement has also been narrowed to cases involving serious harm, aligning more closely with the GDPR.
   Importantly, the law exempts entities already subject to the Personal Data Processing Impact Assessment and Cross-Border Data Transfer Impact Assessment under the PDPL from duplicative obligations under the Law on Data – another regulation overseen by the Ministry of Public Security. This exemption demonstrates the government's responsiveness to business feedback and its effort to reduce administrative burdens.
- Despite these flexibilities, the PDPL adopts a stricter overall posture. Consent remains the
  primary lawful basis for processing and is emphasized across sector-specific and high-risk
  activities. Processing under other lawful bases must be subject to monitoring mechanisms.
  Processing based on 'legitimate interest' is not permitted under the current framework. The sale
  of personal data is still strictly prohibited, with penalties of up to 10 times the revenue derived
  from such activity. Other violations may result in fines of up to 5% of revenue for cross-border
  data transfer breaches, or up to VND 3 billion for general non-compliance.

### Governing Scope (PDPL vs. Decree 13)

Domestic application: PDPL clarifies it applies to:

- Vietnamese entities and individuals, regardless of where they operate.
- Foreign entities and individuals physically present or based in Vietnam.

Extraterritorial application: It also narrows extraterritorial scope to data processing involving:

- · Vietnamese citizens, or
- · Residents in Vietnam with official identification.

### Matters awaiting further regulatory guidance from the government

01	Categories of basic personal data	10	Notification content for data breaches
02	Categories of sensitive personal data	11	Personal data protection in finance, banking, and credit information activities
03	Data subjects' rights and responsibilities	12	Personal data protection in activities Involving frontiers technologies
04	Fine calculation based on revenue from violations	13	Notification on biometric data processing causing harm to data subjects
05	Consent format	14	Qualifications and duties for personal data protection departments/personnel
	Compliance requirements for		
06	personal data transfers	15	Standards for data protection and processing
	Compliance in cross-border transfer		services
07	of personal data	16	Inspection procedures for data protection
	Personal data processing impact	17	activities
80	assessment		Compliance support for SMEs, start-ups &
09	Updates of personal data processing and transfer impact assessment records		micro-businesses

# **Law Application**



**Territorial Scope** PDPL applies to personal data activities within Vietnam.

**Earlier Laws** Pre-PDPL laws remain valid if consistent with PDPL principles.

#### **New Laws**

Post-PDPL laws must state any deviations from the PDPL.

**Impact Assessment Exemption** 

- ✓ Entities that have already conducted impact assessments in compliance with the PDPL are not required to repeat these assessments under the Data Law.
- ✓ Assessments submitted under Decree 13 remain valid but must be updated in line with the PDPL.

### **Personal Data Protection Principles**

Removed (but implicitly included in obligations throughout the Law)

# **Individuality**

Data subjects shall be made aware of any operation relating to the processing of their personal data.

# Compliance & Accountability

Data handlers shall be responsible for complying with the principles of data processing

#### **Retained and Updated**

# Lawfulness

Processed in accordance with the Constitution and relevant laws

# **Purpose Limitation**

Processed only for specific and explicit purposes

# **Data Minimization**

Collect and process personal data appropriate to the scope and purpose of processing

# **Data Quality**

Ensure accuracy, edited, updated and supplemented when necessary

# **Storage Limitation**

Stored for a period appropriate to the purpose of personal data processing

# **Security & Confidentiality**

Implementing appropriate institutional, technical, and human measures

#### New

# Violation Prevention and Handling

Proactive measures and stringent enforcement against all violations

# National Interest and Balancing Rights

Concerning national and ethnic interests, socioeconomic development, national defense, security, and foreign affairs

Harmony between personal data protection and the protection of legitimate rights and interests of others

# Personal Data Subject Rights

Retained with revised wording from Decree 13



Give and withdraw consent

Complaints
Denunciations
Lawsuits
Compensation

View, edit or request edits

REQUEST provision deletion restriction objection

Request the application of protection measures

### Principles when implementing Personal Data Subject Rights

Retained with revised wording from Decree 13

**COMPLY** with the law and **contractual obligations** 

**FOR** protection of that personal data subject legitimate rights and interests

NOT

Hinder or impede the **legal rights and obligations** of controller, controller cum processor, processor Infringe the **lawful rights and interests** of the State, agencies, organizations, or other individuals

#### | Consent Exemptions

- Vital interest & Lawful rights and interests
- ✓ Protect life, health, dignity, rights, or lawful interests in urgent situations; or
- ✓ Protect lawful interests of individuals, organizations, or the State against violations.
- **02** Contract Performance
- ✓ Contract performance:
   Rights and obligations of either party
- **13** Authority Operations
- National Emergency



# **Mandatory Monitor Mechanisms**















Processing Framework and Responsibilities

**Protection Measures and Periodic Risk Assessment** 

**Periodic Check-up** 

**Feedback Mechanism** 

### **Special Handlings**

Public recordings

No consent required in case:

- (i) protect national security, social order, lawful rights and interests of entities and individuals
- (ii) public activities (conferences, seminars, competitions, performances)



Location tracking using RFID or similar technologies **requires consent** from the data subject or a legal mandate. Mobile platforms must inform users about the use of location data, implement safeguards to prevent unauthorized third-party access, and offer



Apply physical security measures, restrict access, monitoring system and **notify PD subject** in case of damage.

#### Impact Assessment Dossiers

#### **Processing impact Assessment**

- Mandatory for Controller and Controller-cum-Processor
- · Processor conducts on contractual basis

#### **Cross-border Transfer impact Assessment**

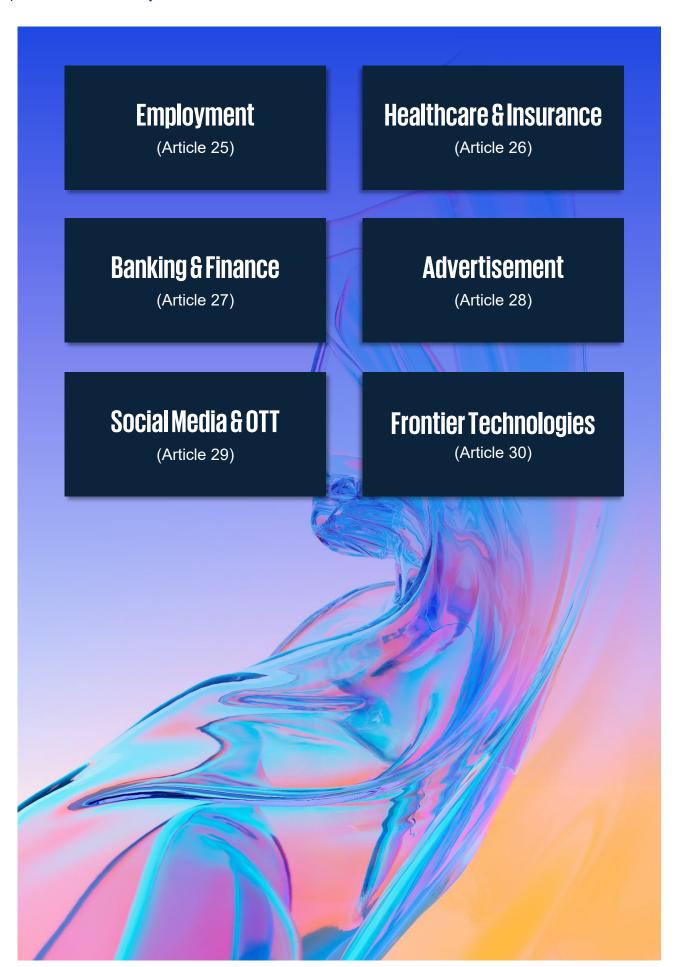
#### Applied when:

- (i) Data stored in Vietnam transfer to data storage outside of Vietnam
- (ii) Entities or individuals in Vietnam transfer data to foreign entities or individuals
- (iii) Data collected in Vietnam is processed on platforms located outside of Vietnam

#### **UPDATE**

- ✓ Immediately, for: (i) restructuring; (ii) change in PD protection service providers; or (iii) change in PD processing services
- ✓ Biannual, for other cases

#### New Sectoral Requirements



#### I. Employment (Article 25)

#### 01. Recruitment

- · Consent is mandatory
- ONLY request information serving recruitment purpose and other agreed purposes
- Delete or destroy data if the applicant is NOT recruited, unless otherwise agreed.

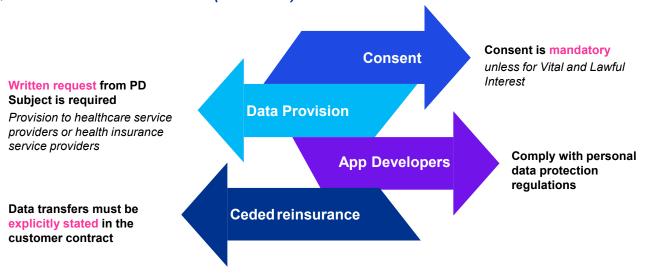
# 02. Employment

- PDPL, Labor Law, Occupation Law, Data Law and other relevant laws
- Store for a regulatory terms or agreed terms
- Delete or destroy data upon termination, unless otherwise agreed or specified by laws

# **03. Technology Application**

- Process for employee protection and informed basis
- PROHIBIT processing data collected from illegal technologies.
- Cloud storage of employee data does NOT necessitate a crossborder transfer impact assessment – Art 20.6(b)

# II. Healthcare & Insurance (Article 26)



## III. Banking & Finance (Article 27)

# **Banking & Finance Organizations**

- ✓ Consent is mandatory for credit scoring
- Notify PD Subject in case information loss of bank account, finance, credit, credit information
- Implement regulations on sensitive personal data, security standards in banking and finance regulations
- ✓ ONLY collect data for credit information from sources in accordance with relevant laws

# **Credit Information Organizations**

- ✓ Apply measures preventing unauthorized access, use, alter personal data
- ✓ Measures for restore loss data is available.
- ✓ Secure process during credit scoring

#### IV. Advertisement (Article 28)

# **Advertising Activities**

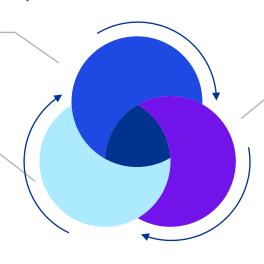
(in general)

Comply with anti-spam and advertising laws

#### **Personalized advertising**

(incl. behavioral, targeted and personalized advertising)

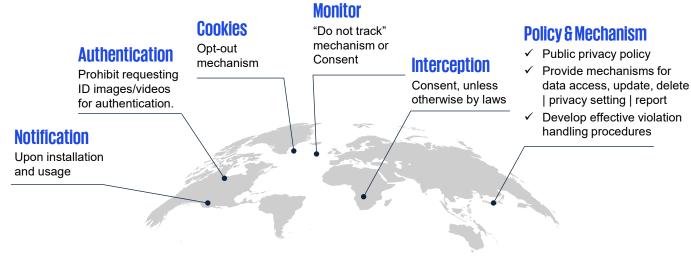
- ✓ Consent is mandatory for web and app monitoring
- Opt-out mechanism is required for data sharing
- ✓ Identify retention period
- ✓ **Delete or destro**y data when no longer necessary



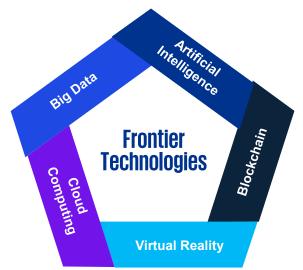
#### **Advertising Services**

- ✓ Consent is mandatory on informed-basis and provide opt-out mechanism
- ✓ ONLY process data receiving via agreement or collecting in doing business
- ✓ Subcontract the entire service is NOT allowed
- Service providers bear the burden of proof

# V. Social Media & OTT (Article 29)



# VI. Frontier Technologies (Article 30)



- Purpose limitation and necessity, ensure the lawful rights and interest of PD subject
- Comply with applicable laws, and align with ethical standards and Vietnamese customs.
- ✓ Built-in data security, authentication and controls
- ✓ Risk-based protection in Al
- Prohibit harmful usage against national security, public order, or individual well-being

# **Contact us**

#### Hano

46<sup>th</sup> Floor, Keangnam Landmark 72, E6 Pham Hung, Me Tri, Nam Tu Liem

T +84 (24) 3946 1600

#### **Ho Chi Minh City**

10<sup>th</sup> Floor, Sun Wah Tower, 115 Nguyen Hue, Ben Nghe, District 1

T +84 (28) 3821 9266

#### Da Nang

Unit D3, 5<sup>th</sup> Floor, Indochina Riverside Towers, 74 Bach Dang, Hai Chau I, Hai Chau

T +84 (236) 351 9051

The information contained herein is of a general nature and is not intended to address the circumstances of any particular individual or entity. Although we endeavour to provide accurate and timely information, there can be no guarantee that such information is accurate as of the date it is received or that it will continue to be accurate in the future. No one should act on such information without appropriate professional advice after a thorough examination of the particular situation.

© 2024 KPMG Limited, KPMG Tax and Advisory Limited, KPMG Law Limited, KPMG Services Company Limited, all Vietnamese one member limited liability companies and member firms of the KPMG global organization of independent member firms affiliated with KPMG International Limited, a private English company limited by guarantee. All rights reserved.

The KPMG name and logo are trademarks used under license by the independent member firms of the KPMG global organization.



Scan to visit our website: kpmg.com.vn

Email: info@kpmg.com.vn