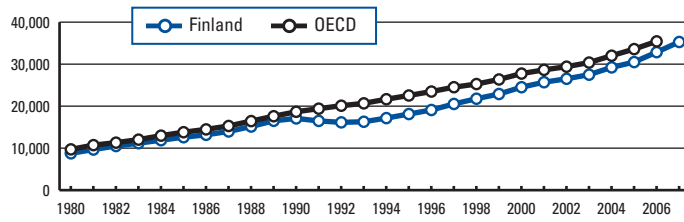


# Finland

## Key indicators

Total population (millions), 2007 .....	5.3
GDP (US\$ billions), 2007 .....	245.0
GDP per capita (US\$), 2007 .....	46,601.9
GDP (PPP) as share (%) of world total, 2007 .....	0.29

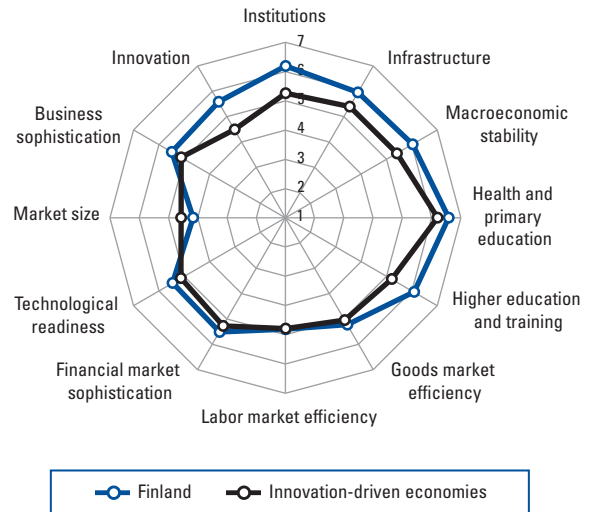
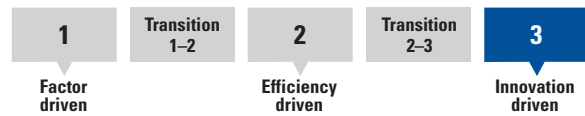
GDP (PPP US\$) per capita, 1980–2007



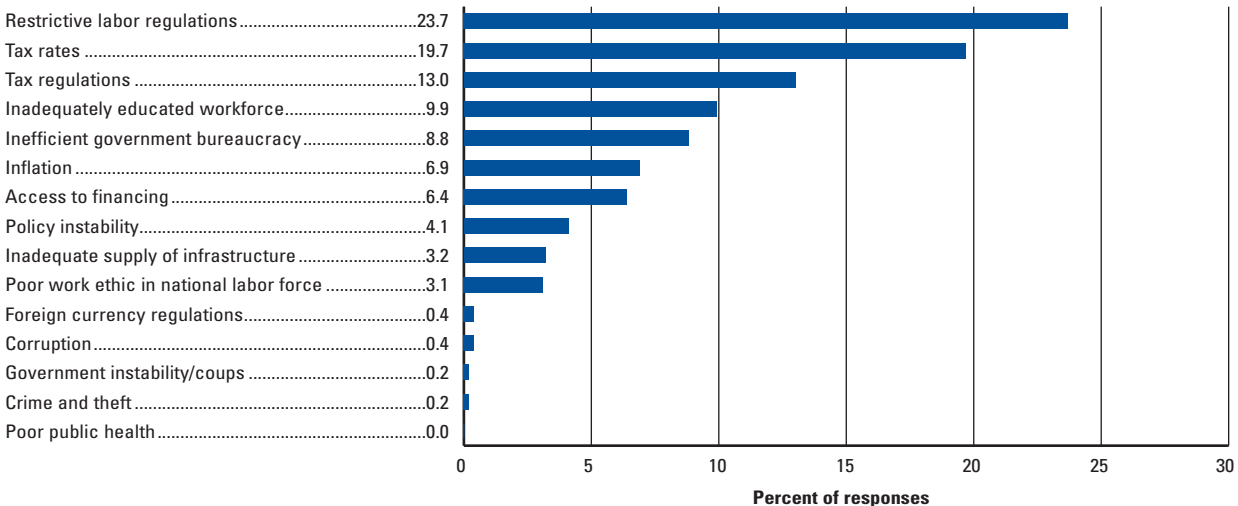
## Global Competitiveness Index

	Rank (out of 134)	Score (1–7)
<b>GCI 2008–2009</b> .....	<b>6</b>	<b>5.5</b>
GCI 2007–2008 (out of 131) .....	6	5.5
GCI 2006–2007 (out of 122) .....	6	5.5
<b>Basic requirements</b> .....	<b>1</b>	<b>6.2</b>
1st pillar: Institutions .....	2	6.2
2nd pillar: Infrastructure .....	9	5.9
3rd pillar: Macroeconomic stability .....	8	6.0
4th pillar: Health and primary education .....	1	6.6
<b>Efficiency enhancers</b> .....	<b>13</b>	<b>5.2</b>
5th pillar: Higher education and training .....	1	6.1
6th pillar: Goods market efficiency .....	11	5.2
7th pillar: Labor market efficiency .....	23	4.8
8th pillar: Financial market sophistication .....	12	5.5
9th pillar: Technological readiness .....	14	5.5
10th pillar: Market size .....	52	4.2
<b>Innovation and sophistication factors</b> .....	<b>5</b>	<b>5.5</b>
11th pillar: Business sophistication .....	10	5.5
12th pillar: Innovation .....	2	5.6

### Stage of development



## The most problematic factors for doing business



Note: From a list of 15 factors, respondents were asked to select the five most problematic for doing business in their country and to rank them between 1 (most problematic) and 5. The bars in the figure show the responses weighted according to their rankings.

## The Global Competitiveness Index in detail

INDICATOR	RANK/134	INDICATOR	RANK/134
<b>1st pillar: Institutions</b>		<b>6th pillar: Goods market efficiency</b>	
1.01 Property rights .....	5	6.01 Intensity of local competition .....	16
1.02 Intellectual property protection .....	4	6.02 Extent of market dominance .....	9
1.03 Diversion of public funds .....	4	6.03 Effectiveness of anti-monopoly policy .....	6
1.04 Public trust of politicians .....	3	6.04 Extent and effect of taxation .....	114
1.05 Judicial independence .....	2	6.05 Total tax rate* .....	79
1.06 Favoritism in decisions of government officials .....	2	6.06 No. of procedures required to start a business* .....	4
1.07 Wastefulness of government spending .....	5	6.07 Time required to start a business* .....	27
1.08 Burden of government regulation .....	12	6.08 Agricultural policy costs .....	65
1.09 Efficiency of legal framework .....	5	6.09 Prevalence of trade barriers .....	7
1.10 Transparency of government policymaking .....	5	6.10 Trade-weighted tariff rate* .....	5
1.11 Business costs of terrorism .....	1	6.11 Prevalence of foreign ownership .....	8
1.12 Business costs of crime and violence .....	3	6.12 Business impact of rules on FDI .....	14
1.13 Organized crime .....	4	6.13 Burden of customs procedures .....	5
1.14 Reliability of police services .....	1	6.14 Degree of customer orientation .....	19
1.15 Ethical behavior of firms .....	2	6.15 Buyer sophistication .....	11
1.16 Strength of auditing and reporting standards .....	6	<b>7th pillar: Labor market efficiency</b>	
1.17 Efficacy of corporate boards .....	4	7.01 Cooperation in labor-employer relations .....	14
1.18 Protection of minority shareholders' interests .....	7	7.02 Flexibility of wage determination .....	124
<b>2nd pillar: Infrastructure</b>		7.03 Non-wage labor costs* .....	103
2.01 Quality of overall infrastructure .....	5	7.04 Rigidity of employment* .....	99
2.02 Quality of roads .....	12	7.05 Hiring and firing practices .....	90
2.03 Quality of railroad infrastructure .....	6	7.06 Firing costs* .....	45
2.04 Quality of port infrastructure .....	6	7.07 Pay and productivity .....	60
2.05 Quality of air transport infrastructure .....	8	7.08 Reliance on professional management .....	6
2.06 Available seat kilometers* .....	45	7.09 Brain drain .....	7
2.07 Quality of electricity supply .....	2	7.10 Female participation in labor force* .....	7
2.08 Telephone lines* .....	34	<b>8th pillar: Financial market sophistication</b>	
<b>3rd pillar: Macroeconomic stability</b>		8.01 Financial market sophistication .....	18
3.01 Government surplus/deficit* .....	16	8.02 Financing through local equity market .....	20
3.02 National savings rate* .....	36	8.03 Ease of access to loans .....	2
3.03 Inflation* .....	12	8.04 Venture capital availability .....	4
3.04 Interest rate spread* .....	5	8.05 Restriction on capital flows .....	9
3.05 Government debt* .....	73	8.06 Strength of investor protection* .....	39
<b>4th pillar: Health and primary education</b>		8.07 Soundness of banks .....	12
4.01 Business impact of malaria .....	1	8.08 Regulation of securities exchanges .....	10
4.02 Malaria incidence* .....	1	8.09 Legal rights index* .....	29
4.03 Business impact of tuberculosis .....	1	<b>9th pillar: Technological readiness</b>	
4.04 Tuberculosis incidence* .....	3	9.01 Availability of latest technologies .....	3
4.05 Business impact of HIV/AIDS .....	8	9.02 Firm-level technology absorption .....	8
4.06 HIV prevalence* .....	23	9.03 Laws relating to ICT .....	8
4.07 Infant mortality* .....	4	9.04 FDI and technology transfer .....	71
4.08 Life expectancy* .....	22	9.05 Mobile telephone subscribers* .....	18
4.09 Quality of primary education .....	1	9.06 Internet users* .....	18
4.10 Primary enrollment* .....	35	9.07 Personal computers* .....	22
4.11 Education expenditure* .....	18	9.08 Broadband Internet subscribers* .....	5
<b>5th pillar: Higher education and training</b>		<b>10th pillar: Market size</b>	
5.01 Secondary enrollment* .....	9	10.01 Domestic market size* .....	50
5.02 Tertiary enrollment* .....	2	10.02 Foreign market size* .....	47
5.03 Quality of the educational system .....	1	<b>11th pillar: Business sophistication</b>	
5.04 Quality of math and science education .....	1	11.01 Local supplier quantity .....	24
5.05 Quality of management schools .....	9	11.02 Local supplier quality .....	13
5.06 Internet access in schools .....	1	11.03 State of cluster development .....	6
5.07 Local availability of research and training services .....	4	11.04 Nature of competitive advantage .....	6
5.08 Extent of staff training .....	11	11.05 Value chain breadth .....	7
		11.06 Control of international distribution .....	14
		11.07 Production process sophistication .....	6
		11.08 Extent of marketing .....	34
		11.09 Willingness to delegate authority .....	7
		<b>12th pillar: Innovation</b>	
		12.01 Capacity for innovation .....	5
		12.02 Quality of scientific research institutions .....	9
		12.03 Company spending on R&D .....	9
		12.04 University-industry research collaboration .....	4
		12.05 Gov't procurement of advanced tech products .....	7
		12.06 Availability of scientists and engineers .....	1
		12.07 Utility patents* .....	4

\* Hard data

Note: For further details and explanation, please refer to the section "How to Read the Country/Economy Profiles" at the beginning of this chapter.