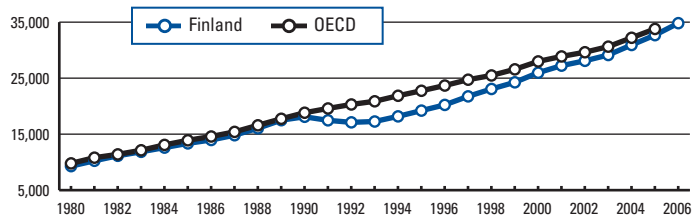


Finland

Key indicators

Total population (millions), 2006	5.3
GDP (US\$ billions), 2006.....	210.8
GDP (current prices) per capita, 2006.....	40,196.8
GDP (PPP) as share (%) of world total, 2006	0.28

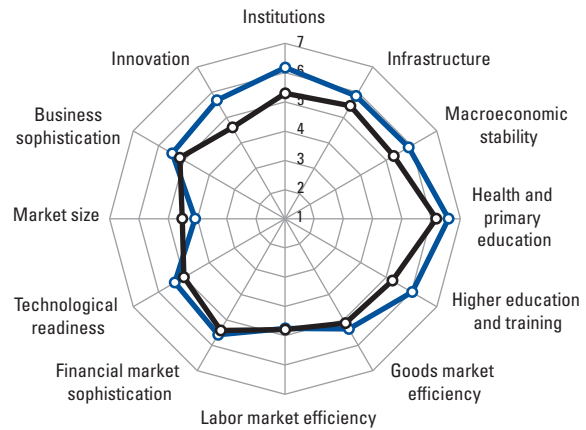
GDP (PPP US\$) per capita, 1980–2006



Global Competitiveness Index

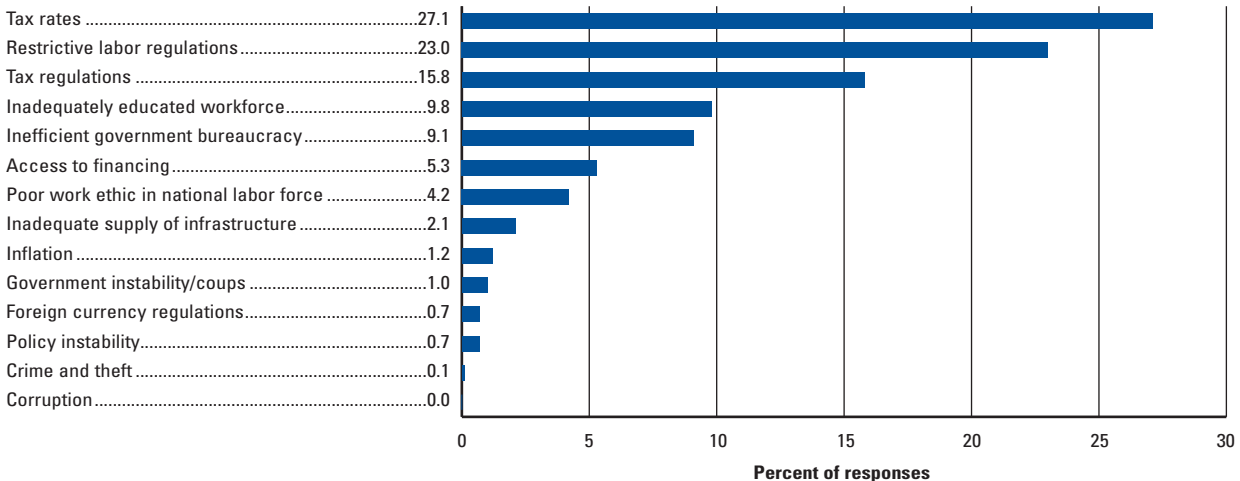
	Rank (out of 131)	Score (1–7)
Global Competitiveness Index 2007–2008	6	5.5
GCI 2006–2007 (out of 122)	6	5.5
Basic requirements	2	6.1
1st pillar: Institutions	1	6.2
2nd pillar: Infrastructure	10	5.8
3rd pillar: Macroeconomic stability.....	9	5.9
4th pillar: Health and primary education	1	6.6
Efficiency enhancers	14	5.2
5th pillar: Higher education and training	1	6.0
6th pillar: Goods market efficiency	10	5.4
7th pillar: Labor market efficiency	29	4.8
8th pillar: Financial market sophistication.....	17	5.6
9th pillar: Technological readiness.....	11	5.4
10th pillar: Market size.....	49	4.1
Innovation and sophistication factors	6	5.6
11th pillar: Business sophistication	11	5.5
12th pillar: Innovation.....	3	5.7

Stage of development



Business Competitiveness Index (rank out of 127)	3
Sophistication of company operations and strategy	9
Quality of the national business environment.....	3

The most problematic factors for doing business



Note: From a list of 14 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/131	INDICATOR	RANK/131
1st pillar: Institutions		6th pillar: Goods market efficiency	
1.01 Property rights	7	6.01 Intensity of local competition	16
1.02 Intellectual property protection	2	6.02 Extent of market dominance	7
1.03 Diversion of public funds	2	6.03 Effectiveness of anti-monopoly policy	2
1.04 Public trust of politicians	3	6.04 Extent and effect of taxation	115
1.05 Judicial independence	4	6.05 Total tax rate*	69
1.06 Favoritism in decisions of government officials	1	6.06 No. of procedures required to start a business*	4
1.07 Wastefulness of government spending	8	6.07 Time required to start a business*	20
1.08 Burden of government regulation	4	6.08 Agricultural policy costs	69
1.09 Efficiency of legal framework	4	6.09 Prevalence of trade barriers	5
1.10 Transparency of government policymaking	3	6.10 Trade-weighted tariff rate*	13
1.11 Business costs of terrorism	1	6.11 Prevalence of foreign ownership	9
1.12 Business costs of crime and violence	2	6.12 Business impact of rules on FDI	15
1.13 Organized crime	2	6.13 Burden of customs procedures	6
1.14 Reliability of police services	1	6.14 Degree of customer orientation	10
1.15 Ethical behavior of firms	1	6.15 Buyer sophistication	8
1.16 Strength of auditing and reporting standards	7	7th pillar: Labor market efficiency	
1.17 Efficacy of corporate boards	7	7.01 Cooperation in labor-employer relations	21
1.18 Protection of minority shareholders' interests	5	7.02 Flexibility of wage determination	123
2nd pillar: Infrastructure		7.03 Non-wage labor costs*	95
2.01 Quality of overall infrastructure	6	7.04 Rigidity of employment*	87
2.02 Quality of roads	18	7.05 Hiring and firing practices	95
2.03 Quality of railroad infrastructure	7	7.06 Firing costs*	40
2.04 Quality of port infrastructure	7	7.07 Pay and productivity	61
2.05 Quality of air transport infrastructure	8	7.08 Reliance on professional management	8
2.06 Available seat kilometers*	46	7.09 Brain drain	10
2.07 Quality of electricity supply	8	7.10 Female participation in labor force*	7
2.08 Telephone lines*	32	8th pillar: Financial market sophistication	
3rd pillar: Macroeconomic stability		8.01 Financial market sophistication	14
3.01 Government surplus/deficit*	22	8.02 Financing through local equity market	21
3.02 National savings rate*	41	8.03 Ease of access to loans	4
3.03 Inflation*	6	8.04 Venture capital availability	2
3.04 Interest rate spread*	15	8.05 Restriction on capital flows	16
3.05 Government debt*	56	8.06 Strength of investor protection*	35
4th pillar: Health and primary education		8.07 Soundness of banks	12
4.01 Business impact of malaria	6	8.08 Regulation of securities exchanges	15
4.02 Malaria incidence*	1	8.09 Legal rights index*	27
4.03 Business impact of tuberculosis	2	9th pillar: Technological readiness	
4.04 Tuberculosis incidence*	11	9.01 Availability of latest technologies	2
4.05 Business impact of HIV/AIDS	6	9.02 Firm-level technology absorption	7
4.06 HIV prevalence*	25	9.03 Laws relating to ICT	9
4.07 Infant mortality*	3	9.04 FDI and technology transfer	74
4.08 Life expectancy*	15	9.05 Mobile telephone subscribers*	19
4.09 Quality of primary education	1	9.06 Internet users*	14
4.10 Primary enrollment*	21	9.07 Personal computers*	24
4.11 Education expenditure*	16	9.08 Broadband Internet subscribers*	7
5th pillar: Higher education and training		10th pillar: Market size	
5.01 Secondary enrollment*	10	10.01 Domestic market size*	47
5.02 Tertiary enrollment*	2	10.02 Foreign market size*	48
5.03 Quality of the educational system	2	11th pillar: Business sophistication	
5.04 Quality of math and science education	3	11.01 Local supplier quantity	25
5.05 Quality of management schools	12	11.02 Local supplier quality	9
5.06 Internet access in schools	2	11.03 State of cluster development	11
5.07 Local availability of research and training services	9	11.04 Nature of competitive advantage	6
5.08 Extent of staff training	13	11.05 Value chain breadth	10
		11.06 Control of international distribution	11
		11.07 Production process sophistication	6
		11.08 Extent of marketing	29
		11.09 Willingness to delegate authority	8
		12th pillar: Innovation	
		12.01 Capacity for innovation	5
		12.02 Quality of scientific research institutions	6
		12.03 Company spending on R&D	9
		12.04 University-industry research collaboration	4
		12.05 Gov't procurement of advanced tech products	11
		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.