

Insight Report

# The Global Competitiveness Report 2016–2017

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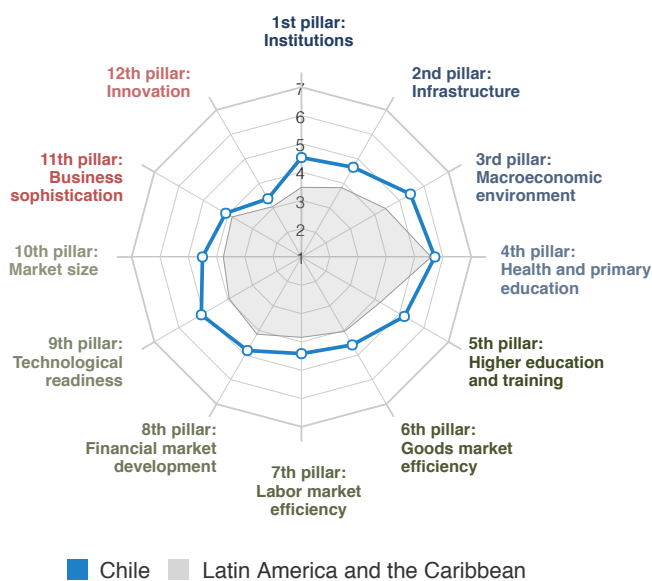


**Key Indicators, 2015** Source: International Monetary Fund; World Economic Outlook Database (April 2016)

<b>Population</b> (millions)	18.0	<b>GDP per capita</b> (US\$)	13340.9
<b>GDP</b> (US\$ billions)	240.2	<b>GDP (PPP) % world GDP</b>	0.37

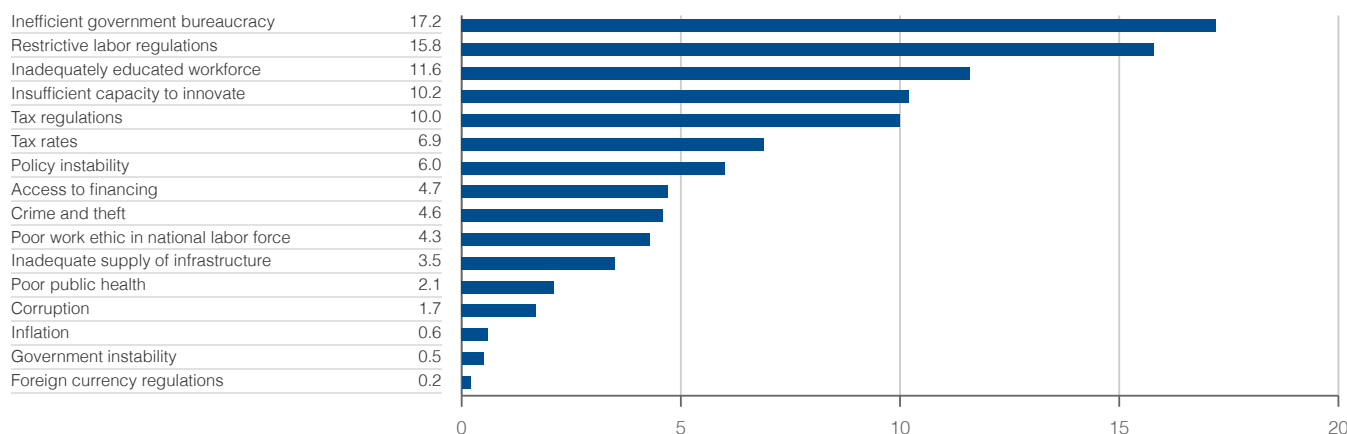
**Performance overview**

	Rank / 138	Score (1-7)	Trend	Distance from best	Edition	2012-13	2013-14	2014-15	2015-16	2016-17
<b>Global Competitiveness Index</b>	<b>33</b>	4.6			Rank	<b>33 / 144</b>	<b>34 / 148</b>	<b>33 / 144</b>	<b>35 / 140</b>	<b>33 / 138</b>
Subindex A: Basic requirements	37	5.1			Score	4.6	4.6	4.6	4.6	4.6
1st pillar: Institutions	35	4.5								
2nd pillar: Infrastructure	44	4.7								
3rd pillar: Macroeconomic environment	32	5.4								
4th pillar: Health and primary education	71	5.7								
Subindex B: Efficiency enhancers	31	4.8								
5th pillar: Higher education and training	28	5.2								
6th pillar: Goods market efficiency	44	4.6								
7th pillar: Labor market efficiency	52	4.4								
8th pillar: Financial market development	23	4.8								
9th pillar: Technological readiness	39	5.1								
10th pillar: Market size	44	4.5								
Subindex C: Innovation and sophistication factors	56	3.7								
11th pillar: Business sophistication	56	4.1								
12th pillar: Innovation	63	3.4								



**Most problematic factors for doing business**

Source: World Economic Forum, Executive Opinion Survey 2016



**Note:** From the list of factors, respondents to the World Economic Forum's Executive Opinion Survey were asked to select the five most problematic factors for doing business in their country and to rank them between 1 (most problematic) and 5. The score corresponds to the responses weighted according to their rankings.

## Chile

## The Global Competitiveness Index in detail

	Rank / 138	Value	Trend		Rank / 138	Value	Trend
<b>1st pillar: Institutions</b>	<b>35</b>	<b>4.5</b>		<b>6th pillar: Goods market efficiency</b>	<b>44</b>	<b>4.6</b>	
1.01 Property rights	33	5.3		6.01 Intensity of local competition	62	5.2	
1.02 Intellectual property protection	52	4.3		6.02 Extent of market dominance	128	2.9	
1.03 Diversion of public funds	43	4.2		6.03 Effectiveness of anti-monopoly policy	36	4.1	
1.04 Public trust in politicians	75	2.9		6.04 Effect of taxation on incentives to invest	64	3.7	
1.05 Irregular payments and bribes	31	5.4		6.05 Total tax rate % profits	33	28.9	
1.06 Judicial independence	37	4.8		6.06 No. of procedures to start a business	76	7	
1.07 Favoritism in decisions of government officials	53	3.4		6.07 Time to start a business days	28	5.5	
1.08 Wastefulness of government spending	21	4.2		6.08 Agricultural policy costs	17	4.7	
1.09 Burden of government regulation	68	3.5		6.09 Prevalence of non-tariff barriers	10	5.1	
1.10 Efficiency of legal framework in settling disputes	57	3.9		6.10 Trade tariffs % duty	45	3.2	
1.11 Efficiency of legal framework in challenging regs	47	3.8		6.11 Prevalence of foreign ownership	17	5.5	
1.12 Transparency of government policymaking	33	4.7		6.12 Business impact of rules on FDI	20	5.4	
1.13 Business costs of terrorism	65	5.3		6.13 Burden of customs procedures	25	5.0	
1.14 Business costs of crime and violence	86	4.2		6.14 Imports % GDP	101	31.8	
1.15 Organized crime	46	5.4		6.15 Degree of customer orientation	82	4.5	
1.16 Reliability of police services	25	5.9		6.16 Buyer sophistication	32	3.8	
1.17 Ethical behavior of firms	49	4.2		<b>7th pillar: Labor market efficiency</b>	<b>52</b>	<b>4.4</b>	
1.18 Strength of auditing and reporting standards	29	5.4		7.01 Cooperation in labor-employer relations	57	4.5	
1.19 Efficacy of corporate boards	38	5.2		7.02 Flexibility of wage determination	5	6.1	
1.20 Protection of minority shareholders' interests	36	4.5		7.03 Hiring and firing practices	122	3.0	
1.21 Strength of investor protection 0-10 (best)	36	6.3		7.04 Redundancy costs weeks of salary	112	27.4	
<b>2nd pillar: Infrastructure</b>	<b>44</b>	<b>4.7</b>		7.05 Effect of taxation on incentives to work	13	5.1	
2.01 Quality of overall infrastructure	44	4.5		7.06 Pay and productivity	51	4.3	
2.02 Quality of roads	30	5.0		7.07 Reliance on professional management	39	4.7	
2.03 Quality of railroad infrastructure	80	2.4		7.08 Country capacity to retain talent	15	4.9	
2.04 Quality of port infrastructure	34	4.9		7.09 Country capacity to attract talent	24	4.3	
2.05 Quality of air transport infrastructure	47	4.9		7.10 Female participation in the labor force ratio to men	91	0.72	
2.06 Available airline seat kilometers millions/week	36	672.8		<b>8th pillar: Financial market development</b>	<b>23</b>	<b>4.8</b>	
2.07 Quality of electricity supply	37	5.9		8.01 Financial services meeting business needs	17	5.3	
2.08 Mobile-cellular telephone subscriptions /100 pop.	44	129.5		8.02 Affordability of financial services	20	4.8	
2.09 Fixed-telephone lines /100 pop.	55	19.2		8.03 Financing through local equity market	23	4.8	
<b>3rd pillar: Macroeconomic environment</b>	<b>32</b>	<b>5.4</b>		8.04 Ease of access to loans	20	4.8	
3.01 Government budget balance % GDP	49	-2.3		8.05 Venture capital availability	42	3.2	
3.02 Gross national savings % GDP	70	20.4		8.06 Soundness of banks	9	6.4	
3.03 Inflation annual % change	87	4.3		8.07 Regulation of securities exchanges	14	5.7	
3.04 Government debt % GDP	8	17.1		8.08 Legal rights index 0-10 (best)	86	4	
3.05 Country credit rating 0-100 (best)	23	-		<b>9th pillar: Technological readiness</b>	<b>39</b>	<b>5.1</b>	
<b>4th pillar: Health and primary education</b>	<b>71</b>	<b>5.7</b>		9.01 Availability of latest technologies	32	5.6	
4.01 Malaria incidence cases/100,000 pop.	n/a	S.L.		9.02 Firm-level technology absorption	34	5.1	
4.02 Business impact of malaria	N/Appl.	N/Appl.		9.03 FDI and technology transfer	18	5.1	
4.03 Tuberculosis incidence cases/100,000 pop.	40	16.0		9.04 Internet users % pop.	60	64.3	
4.04 Business impact of tuberculosis	19	6.6		9.05 Fixed-broadband Internet subscriptions /100 pop.	57	15.2	
4.05 HIV prevalence % adult pop.	60	0.3		9.06 Internet bandwidth kb/s/user	26	129.8	
4.06 Business impact of HIV/AIDS	47	6.0		9.07 Mobile-broadband subscriptions /100 pop.	58	57.6	
4.07 Infant mortality deaths/1,000 live births	48	7.0		<b>10th pillar: Market size</b>	<b>44</b>	<b>4.5</b>	
4.08 Life expectancy years	17	81.5		10.01 Domestic market size index	41	4.3	
4.09 Quality of primary education	111	3.0		10.02 Foreign market size index	46	5.0	
4.10 Primary education enrollment rate net %	85	93.0		10.03 GDP (PPP) PPP \$ billions	42	422.4	
<b>5th pillar: Higher education and training</b>	<b>28</b>	<b>5.2</b>		10.04 Exports % GDP	83	30.4	
5.01 Secondary education enrollment rate gross %	44	100.4		<b>11th pillar: Business sophistication</b>	<b>56</b>	<b>4.1</b>	
5.02 Tertiary education enrollment rate gross %	6	86.6		11.01 Local supplier quantity	74	4.4	
5.03 Quality of the education system	88	3.4		11.02 Local supplier quality	41	4.7	
5.04 Quality of math and science education	108	3.2		11.03 State of cluster development	94	3.4	
5.05 Quality of management schools	26	5.2		11.04 Nature of competitive advantage	86	3.2	
5.06 Internet access in schools	60	4.4		11.05 Value chain breadth	60	3.8	
5.07 Local availability of specialized training services	32	5.0		11.06 Control of international distribution	44	4.0	
5.08 Extent of staff training	59	4.0		11.07 Production process sophistication	43	4.3	
				11.08 Extent of marketing	31	4.9	
				11.09 Willingness to delegate authority	70	3.7	
				<b>12th pillar: Innovation</b>	<b>63</b>	<b>3.4</b>	
				12.01 Capacity for innovation	89	3.9	
				12.02 Quality of scientific research institutions	43	4.3	
				12.03 Company spending on R&D	108	2.9	
				12.04 University-industry collaboration in R&D	64	3.5	
				12.05 Gov't procurement of advanced tech. products	118	2.7	
				12.06 Availability of scientists and engineers	23	4.7	
				12.07 PCT patent applications applications/million pop.	44	7.5	

**Note:** Values are on a 1-to-7 scale unless indicated otherwise. Trend lines depict evolution in values since the 2012-2013 edition (or earliest edition available). For detailed definitions, sources, and periods, consult the interactive Country/Economy Profiles and Rankings at <http://gcr.weforum.org/>