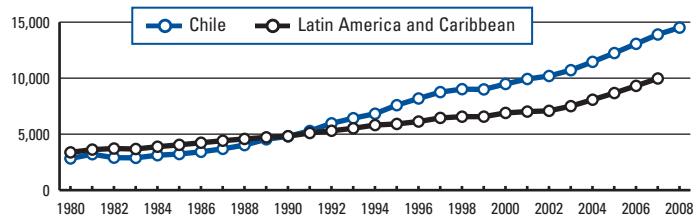


# Chile

## Key indicators

Population (millions), 2008.....	16.8
GDP (US\$ billions), 2008.....	169.6
GDP per capita (US\$), 2008.....	10,123.8
GDP (PPP) as share (%) of world total, 2008.....	0.36

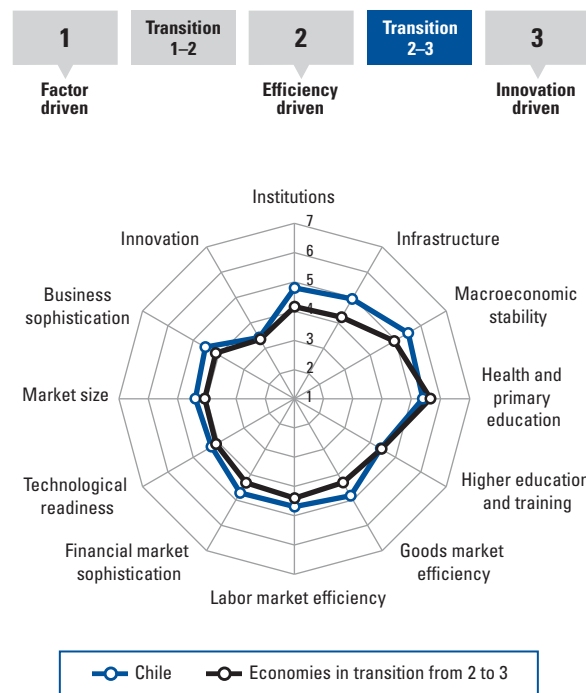
GDP (PPP int'l \$) per capita, 1980–2008



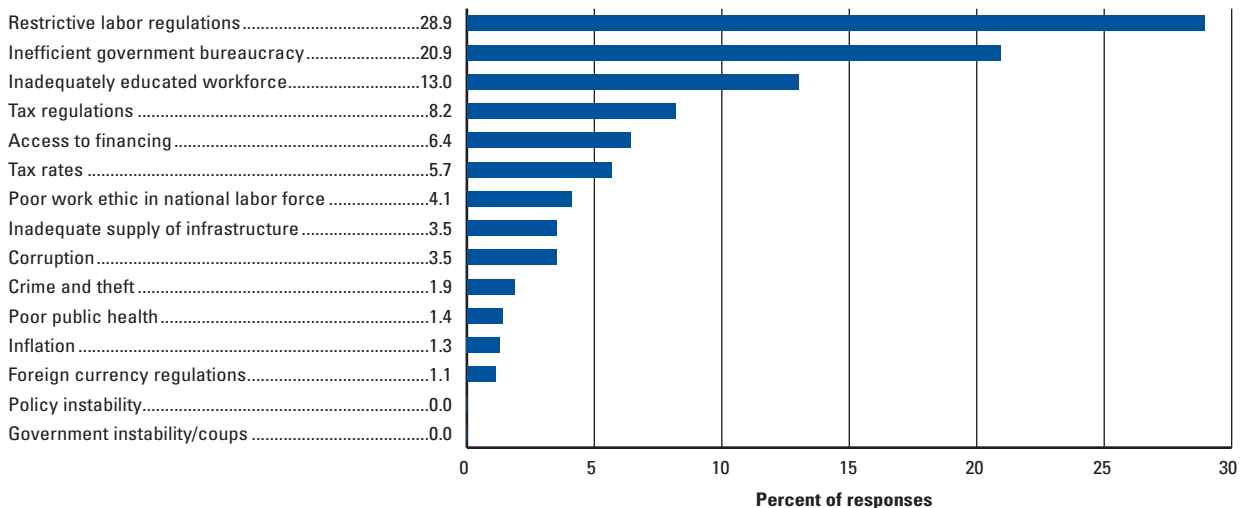
## Global Competitiveness Index

	Rank (out of 133)	Score (1–7)
<b>GCI 2009–2010</b> .....	<b>30</b>	<b>4.7</b>
GCI 2008–2009 (out of 134).....	28	4.7
GCI 2007–2008 (out of 131).....	26	4.8
<b>Basic requirements</b> .....	<b>32</b>	<b>5.1</b>
1st pillar: Institutions.....	35	4.8
2nd pillar: Infrastructure.....	30	4.9
3rd pillar: Macroeconomic stability.....	19	5.5
4th pillar: Health and primary education.....	69	5.4
<b>Efficiency enhancers</b> .....	<b>33</b>	<b>4.6</b>
5th pillar: Higher education and training.....	45	4.4
6th pillar: Goods market efficiency.....	26	4.8
7th pillar: Labor market efficiency.....	41	4.7
8th pillar: Financial market sophistication.....	32	4.7
9th pillar: Technological readiness.....	42	4.3
10th pillar: Market size.....	44	4.4
<b>Innovation and sophistication factors</b> .....	<b>43</b>	<b>4.0</b>
11th pillar: Business sophistication.....	39	4.5
12th pillar: Innovation.....	49	3.4

## 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/economy 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

■ Competitive Advantage
■ Competitive Disadvantage

INDICATOR	RANK/133	INDICATOR	RANK/133
<b>1st pillar: Institutions</b>		<b>6th pillar: Goods market efficiency</b>	
1.01 Property rights	31	6.01 Intensity of local competition	23
1.02 Intellectual property protection	65	6.02 Extent of market dominance	63
1.03 Diversion of public funds	52	6.03 Effectiveness of anti-monopoly policy	28
1.04 Public trust of politicians	47	6.04 Extent and effect of taxation	42
1.05 Judicial independence	43	6.05 Total tax rate*	16
1.06 Favoritism in decisions of government officials	41	6.06 No. of procedures required to start a business*	75
1.07 Wastefulness of government spending	40	6.07 Time required to start a business*	75
1.08 Burden of government regulation	41	6.08 Agricultural policy costs	4
1.09 Efficiency of legal framework in settling disputes	26	6.09 Prevalence of trade barriers	2
1.10 Efficiency of legal framework in challenging regs	29	6.10 Tariff barriers*	54
1.11 Transparency of government policymaking	18	6.11 Prevalence of foreign ownership	7
1.12 Business costs of terrorism	25	6.12 Business impact of rules on FDI	15
1.13 Business costs of crime and violence	80	6.13 Burden of customs procedures	5
1.14 Organized crime	29	6.14 Degree of customer orientation	47
1.15 Reliability of police services	10	6.15 Buyer sophistication	26
1.16 Ethical behavior of firms	21		
1.17 Strength of auditing and reporting standards	24	<b>7th pillar: Labor market efficiency</b>	
1.18 Efficacy of corporate boards	11	7.01 Cooperation in labor-employer relations	52
1.19 Protection of minority shareholders' interests	29	7.02 Flexibility of wage determination	20
		7.03 Rigidity of employment*	35
<b>2nd pillar: Infrastructure</b>		7.04 Hiring and firing practices	98
2.01 Quality of overall infrastructure	23	7.05 Firing costs*	81
2.02 Quality of roads	15	7.06 Pay and productivity	34
2.03 Quality of railroad infrastructure	76	7.07 Reliance on professional management	23
2.04 Quality of port infrastructure	27	7.08 Brain drain	8
2.05 Quality of air transport infrastructure	19	7.09 Female participation in labor force*	108
2.06 Available seat kilometers*	40		
2.07 Quality of electricity supply	37	<b>8th pillar: Financial market sophistication</b>	
2.08 Telephone lines*	62	8.01 Financial market sophistication	20
		8.02 Financing through local equity market	14
<b>3rd pillar: Macroeconomic stability</b>		8.03 Ease of access to loans	27
3.01 Government surplus/deficit*	16	8.04 Venture capital availability	30
3.02 National savings rate*	62	8.05 Restriction on capital flows	23
3.03 Inflation*	72	8.06 Strength of investor protection*	31
3.04 Interest rate spread*	70	8.07 Soundness of banks	4
3.05 Government debt*	6	8.08 Regulation of securities exchanges	58
		8.09 Legal rights index*	83
<b>4th pillar: Health and primary education</b>			
4.01 Business impact of malaria	1	<b>9th pillar: Technological readiness</b>	
4.02 Malaria incidence*	1	9.01 Availability of latest technologies	32
4.03 Business impact of tuberculosis	20	9.02 Firm-level technology absorption	31
4.04 Tuberculosis incidence*	24	9.03 Laws relating to ICT	27
4.05 Business impact of HIV/AIDS	35	9.04 FDI and technology transfer	21
4.06 HIV prevalence*	69	9.05 Mobile telephone subscriptions*	67
4.07 Infant mortality*	41	9.06 Internet users*	53
4.08 Life expectancy*	30	9.07 Personal computers*	37
4.09 Quality of primary education	118	9.08 Broadband Internet subscribers*	47
4.10 Primary enrollment*	61		
4.11 Education expenditure*	93	<b>10th pillar: Market size</b>	
		10.01 Domestic market size index*	45
<b>5th pillar: Higher education and training</b>		10.02 Foreign market size index*	45
5.01 Secondary enrollment*	57		
5.02 Tertiary enrollment*	38	<b>11th pillar: Business sophistication</b>	
5.03 Quality of the educational system	107	11.01 Local supplier quantity	31
5.04 Quality of math and science education	116	11.02 Local supplier quality	26
5.05 Quality of management schools	17	11.03 State of cluster development	45
5.06 Internet access in schools	38	11.04 Nature of competitive advantage	90
5.07 Local availability of research and training services	41	11.05 Value chain breadth	60
5.08 Extent of staff training	39	11.06 Control of international distribution	30
		11.07 Production process sophistication	34
		11.08 Extent of marketing	20
		11.09 Willingness to delegate authority	48
		<b>12th pillar: Innovation</b>	
		12.01 Capacity for innovation	60
		12.02 Quality of scientific research institutions	57
		12.03 Company spending on R&D	56
		12.04 University-industry collaboration in R&D	41
		12.05 Gov't procurement of advanced tech products	54
		12.06 Availability of scientists and engineers	23
		12.07 Utility patents*	54

\* 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.