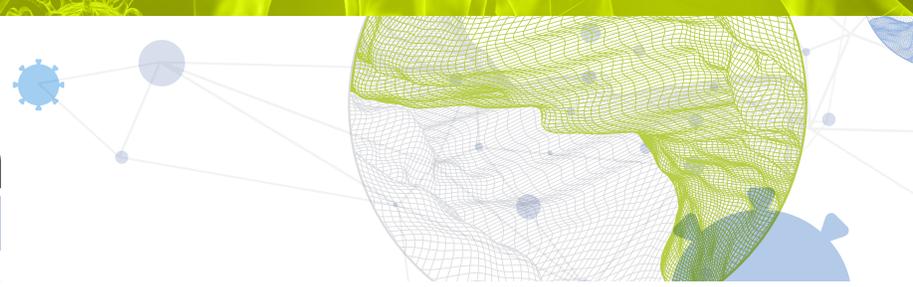




Global Innovation Index 2021



UNITED KINGDOM

4th

The United Kingdom ranks 4th among the 132 economies featured in the GII 2021.

The Global Innovation Index (GII) ranks world economies according to their innovation capabilities. Consisting of roughly 80 indicators, grouped into innovation inputs and outputs, the GII aims to capture the multi-dimensional facets of innovation.

The following table shows the rankings of the United Kingdom over the past three years, noting that data availability and changes to the GII model framework influence year-on-year comparisons of the GII rankings. The statistical confidence interval for the ranking of the United Kingdom in the GII 2021 is between ranks 4 and 7.

Rankings for the United Kingdom (2019–2021)

	GII	Innovation inputs	Innovation outputs
2021	4	7	6
2020	4	6	3
2019	5	6	4

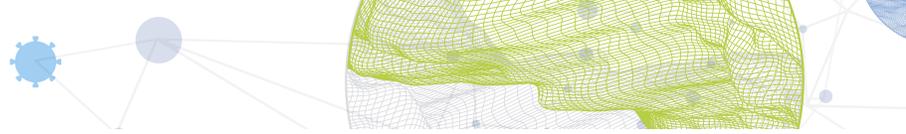
- The United Kingdom performs better in innovation outputs than innovation inputs in 2021.
- This year the United Kingdom ranks 7th in innovation inputs, lower than both 2020 and 2019.
- As for innovation outputs, The United Kingdom ranks 6th. This position is lower than both 2020 and 2019.

4th

The United Kingdom ranks 4th among the 51 high-income group economies.

3rd

The United Kingdom ranks 3rd among the 39 economies in Europe.

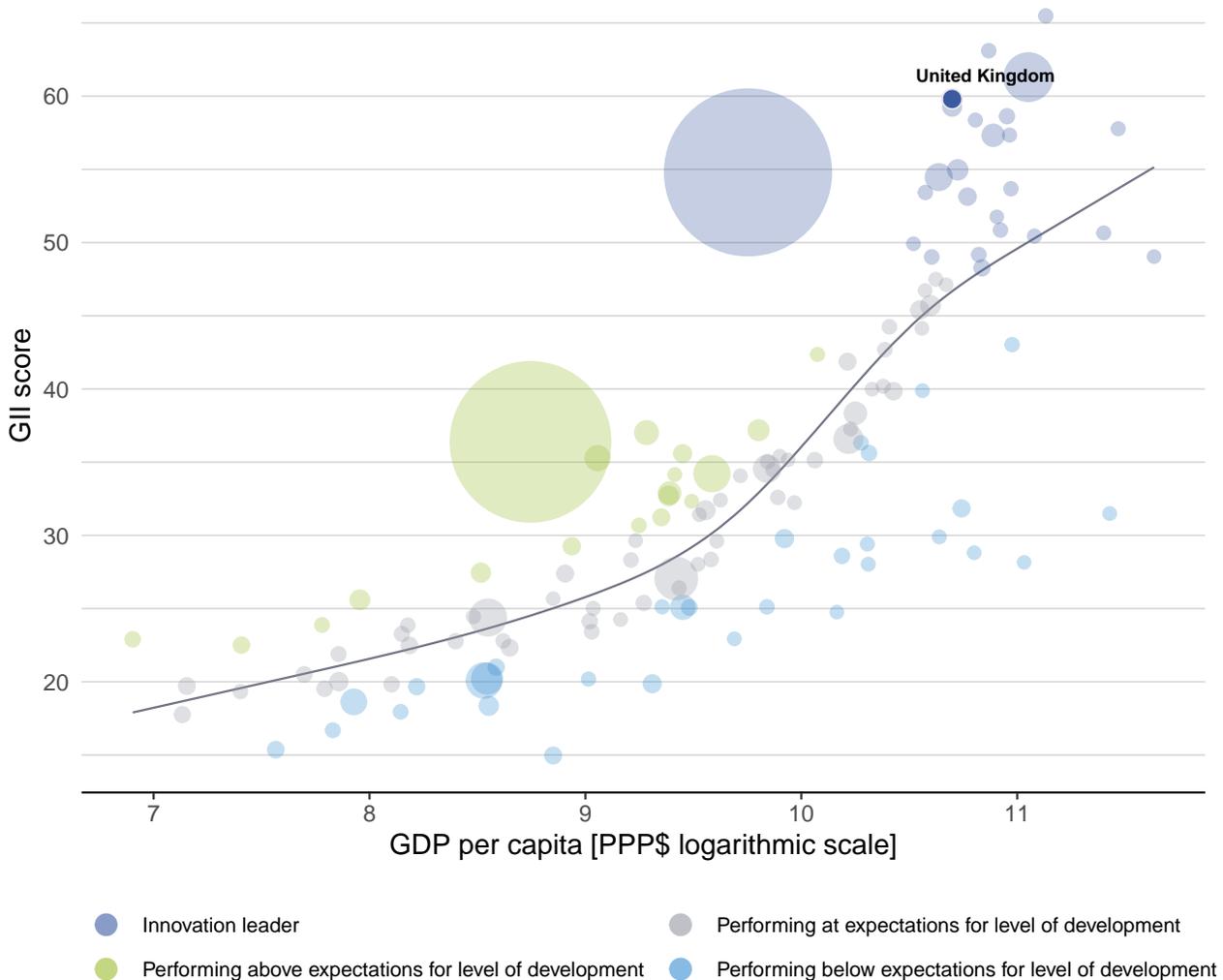


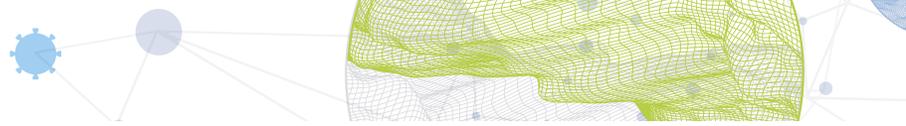
EXPECTED VS. OBSERVED INNOVATION PERFORMANCE

The bubble chart below shows the relationship between income levels (GDP per capita) and innovation performance (GII score). The trend line gives an indication of the expected innovation performance according to income level. Economies appearing above the trend line are performing better than expected and those below are performing below expectations.

Relative to GDP, the United Kingdom's performance is above expectations for its level of development.

The positive relationship between innovation and development



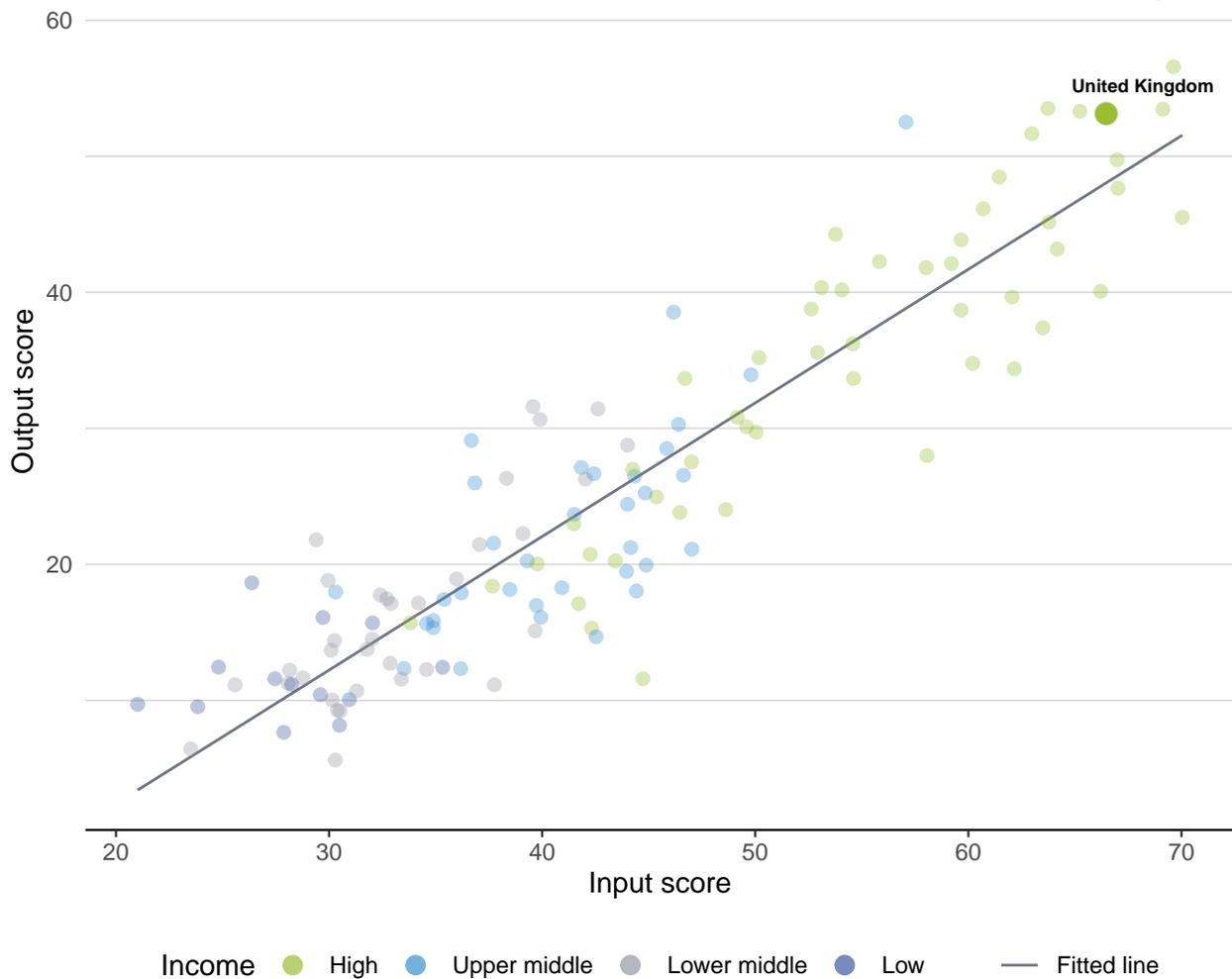


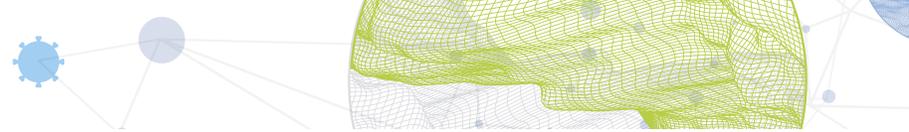
EFFECTIVELY TRANSLATING INNOVATION INVESTMENTS INTO INNOVATION OUTPUTS

The chart below shows the relationship between innovation inputs and innovation outputs. Economies above the line are effectively translating costly innovation investments into more and higher-quality outputs.

The United Kingdom produces more innovation outputs relative to its level of innovation investments.

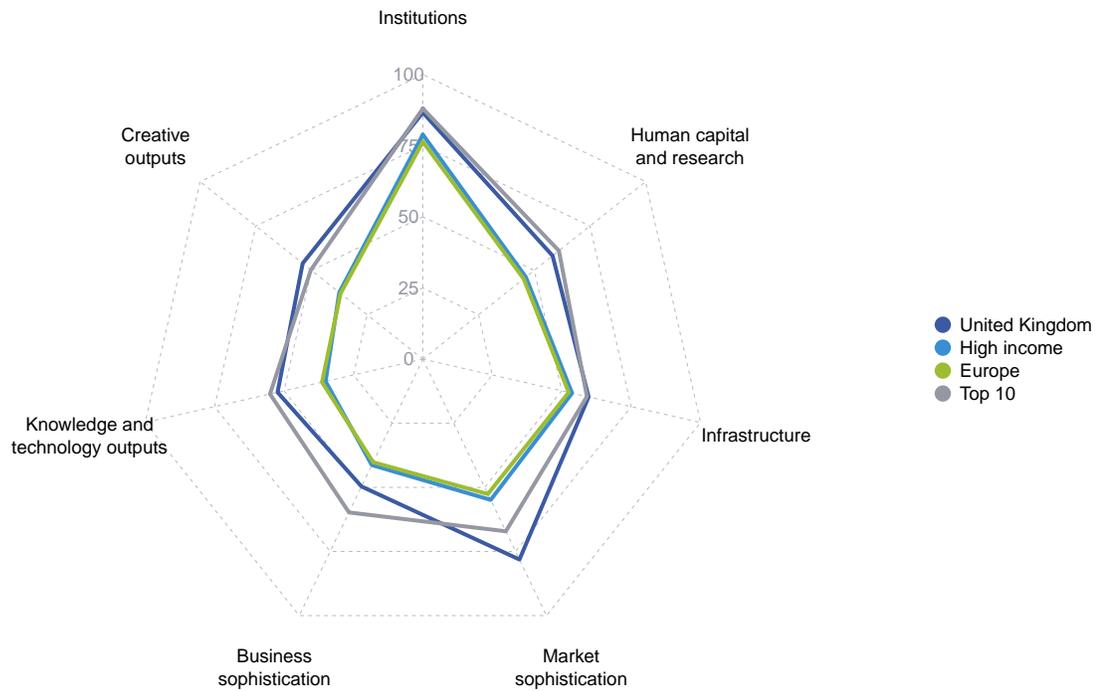
Innovation input to output performance





BENCHMARKING AGAINST OTHER HIGH-INCOME GROUP ECONOMIES AND EUROPE

The seven GII pillar scores for the United Kingdom

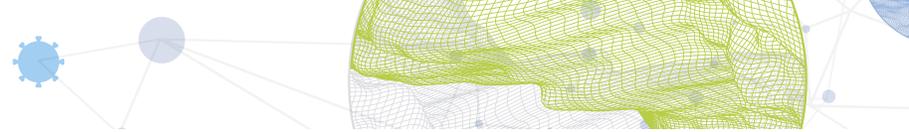


High-income group economies

The United Kingdom performs above the high-income group average in all GII pillars.

Europe

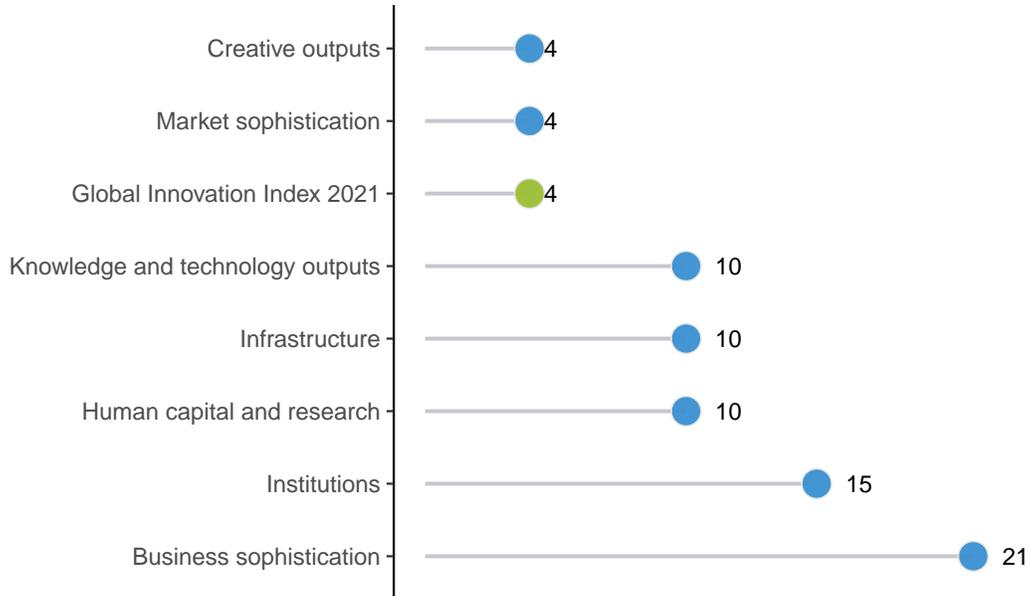
The United Kingdom performs above the regional average in all GII pillars.



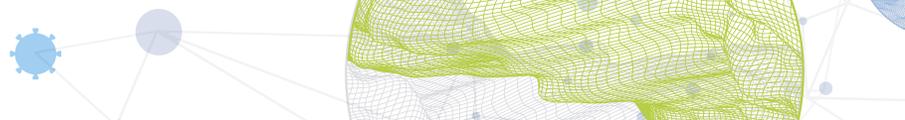
OVERVIEW OF RANKINGS IN THE SEVEN GII 2021 AREAS

The United Kingdom performs best in Market sophistication and Creative outputs and its weakest performance is in Business sophistication.

The seven GII pillar ranks for the United Kingdom



Note: The highest possible ranking in each pillar is one.



INNOVATION STRENGTHS AND WEAKNESSES

The table below gives an overview of the strengths and weaknesses of the United Kingdom in the GII 2021.

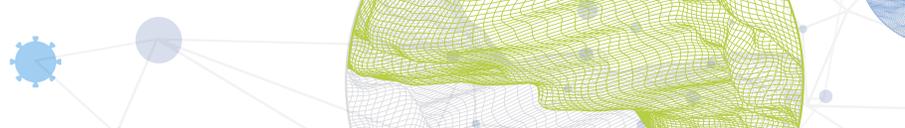
Strengths and weaknesses for the United Kingdom

Strengths			Weaknesses		
Code	Indicator name	Rank	Code	Indicator name	Rank
2.3.3	Global corporate R&D investors, top 3, mn US\$	8	2.1.2	Government funding/pupil, secondary, % GDP/cap	44
2.3.4	QS university ranking, top 3	2	2.1.5	Pupil-teacher ratio, secondary	82
3.1	Information and communication technologies (ICTs)	2	2.2.1	Tertiary enrolment, % gross	48
3.1.1	ICT access	3	3.2.1	Electricity output, GWh/mn pop.	48
3.1.3	Government's online service	6	3.2.3	Gross capital formation, % GDP	111
3.1.4	E-participation	6	4.3.1	Applied tariff rate, weighted avg., %	25
3.3.2	Environmental performance	4	5.3.3	ICT services imports, % total trade	51
4.2	Investment	5	5.3.4	FDI net inflows, % GDP	59
4.3	Trade, diversification, and market scale	3	5.3.5	Research talent, % in businesses	32
4.3.2	Domestic industry diversification	6	6.2.1	Labor productivity growth, %	112
5.1.1	Knowledge-intensive employment, %	7			
6.1	Knowledge creation	8			
6.1.5	Citable documents H-index	1			
7.1.4	ICTs and organizational model creation	6			
7.2	Creative goods and services	6			
7.2.1	Cultural and creative services exports, % total trade	6			
7.3.2	Country-code TLDs/th pop. 15–69	8			

Output rank	Input rank	Income	Region	Population (mn)	GDP, PPP\$ (bn)	GDP per capita, PPP\$	GII 2020 rank
6	7	High	EUR	67.9	2,978.6	44,288	4

	Score/Value	Rank		Score/Value	Rank
 Institutions	86.6	15	 Business sophistication	49.7	21
1.1 Political environment	80.0	21	5.1 Knowledge workers	61.2	14
1.1.1 Political and operational stability*	75.0	40	5.1.1 Knowledge-intensive employment, %	50.6	7 ●
1.1.2 Government effectiveness*	82.6	18	5.1.2 Firms offering formal training, %	n/a	n/a
1.2 Regulatory quality	92.4	9	5.1.3 GERD performed by business, % GDP	1.2	18
1.2.1 Regulatory quality*	86.0	13	5.1.4 GERD financed by business, %	54.8	19
1.2.2 Rule of law*	88.9	16	5.1.5 Females employed w/advanced degrees, %	24.1	17
1.2.3 Cost of redundancy dismissal	9.3	25	5.2 Innovation linkages	47.0	17
1.3 Business environment	87.4	12	5.2.1 University-industry R&D collaboration†	63.7	16
1.3.1 Ease of starting a business*	94.6	17	5.2.2 State of cluster development and depth†	59.7	26
1.3.2 Ease of resolving insolvency*	80.3	13	5.2.3 GERD financed by abroad, % GDP	0.2	16
			5.2.4 Joint venture/strategic alliance deals/bn PPP\$ GDP	0.2	13
			5.2.5 Patent families/bn PPP\$ GDP	2.0	20
 Human capital and research	58.2	10	5.3 Knowledge absorption	40.7	27
2.1 Education	59.7	28	5.3.1 Intellectual property payments, % total trade	1.7	19
2.1.1 Expenditure on education, % GDP	5.4	21	5.3.2 High-tech imports, % total trade	10.8	23
2.1.2 Government funding/pupil, secondary, % GDP/cap	20.8	44 ○	5.3.3 ICT services imports, % total trade	1.5	51 ○
2.1.3 School life expectancy, years	17.2	16	5.3.4 FDI net inflows, % GDP	2.8	59 ○
2.1.4 PISA scales in reading, maths and science	503.5	12	5.3.5 Research talent, % in businesses	41.9	32 ○
2.1.5 Pupil-teacher ratio, secondary	16.7	82 ○ ◇	 Knowledge and technology outputs	52.3	10
2.2 Tertiary education	47.4	18	6.1 Knowledge creation	65.0	8 ●
2.2.1 Tertiary enrolment, % gross	61.4	48 ○	6.1.1 Patents by origin/bn PPP\$ GDP	5.6	16
2.2.2 Graduates in science and engineering, %	26.9	28	6.1.2 PCT patents by origin/bn PPP\$ GDP	2.0	19
2.2.3 Tertiary inbound mobility, %	18.3	8	6.1.3 Utility models by origin/bn PPP\$ GDP	n/a	n/a
2.3 Research and development (R&D)	67.7	9	6.1.4 Scientific and technical articles/bn PPP\$ GDP	43.7	13
2.3.1 Researchers, FTE/mn pop.	4,701.2	19	6.1.5 Citable documents H-index	100.0	1 ● ◆
2.3.2 Gross expenditure on R&D, % GDP	1.8	21	6.2 Knowledge impact	43.1	19
2.3.3 Global corporate R&D investors, top 3, mn US\$	84.5	8 ●	6.2.1 Labor productivity growth, %	-3.0	112 ○ ◇
2.3.4 QS university ranking, top 3*	94.9	2 ● ◆	6.2.2 New businesses/th pop. 15-64	15.6	8 ◆
			6.2.3 Software spending, % GDP	0.5	14
 Infrastructure	59.7	10	6.2.4 ISO 9001 quality certificates/bn PPP\$ GDP	8.3	33
3.1 Information and communication technologies (ICTs)	93.4	2 ● ◆	6.2.5 High-tech manufacturing, %	44.9	18
3.1.1 ICT access*	93.9	3 ● ◆	6.3 Knowledge diffusion	48.9	15
3.1.2 ICT use*	86.2	9	6.3.1 Intellectual property receipts, % total trade	2.8	8
3.1.3 Government's online service*	95.9	6 ●	6.3.2 Production and export complexity	78.7	13
3.1.4 E-participation*	97.6	6 ●	6.3.3 High-tech exports, % total trade	8.6	19
3.2 General infrastructure	34.7	40 ○	6.3.4 ICT services exports, % total trade	3.3	28
3.2.1 Electricity output, GWh/mn pop.	4,804.5	48 ○	 Creative outputs	54.0	4 ●
3.2.2 Logistics performance*	90.1	9	7.1 Intangible assets	56.0	10
3.2.3 Gross capital formation, % GDP	15.7	111 ○ ◇	7.1.1 Trademarks by origin/bn PPP\$ GDP	53.8	40
3.3 Ecological sustainability	50.9	14	7.1.2 Global brand value, top 5,000, % GDP	160.7	8
3.3.1 GDP/unit of energy use	17.2	12	7.1.3 Industrial designs by origin/bn PPP\$ GDP	8.5	14
3.3.2 Environmental performance*	81.3	4 ●	7.1.4 ICTs and organizational model creation†	79.1	6 ●
3.3.3 ISO 14001 environmental certificates/bn PPP\$ GDP	3.6	26	7.2 Creative goods and services	44.8	6 ● ◆
			7.2.1 Cultural and creative services exports, % total trade	2.5	6 ● ◆
 Market sophistication	78.1	4 ● ◆	7.2.2 National feature films/mn pop. 15-69	6.2	36
4.1 Credit	65.3	10	7.2.3 Entertainment and media market/th pop. 15-69	61.8	8
4.1.1 Ease of getting credit*	75.0	34	7.2.4 Printing and other media, % manufacturing	1.9	18
4.1.2 Domestic credit to private sector, % GDP	133.6	14	7.2.5 Creative goods exports, % total trade	3.5	16
4.1.3 Microfinance gross loans, % GDP	n/a	n/a	7.3 Online creativity	59.0	10
4.2 Investment	80.0	5 ● ◆	7.3.1 Generic top-level domains (TLDs)/th pop. 15-69	60.1	10
4.2.1 Ease of protecting minority investors*	84.0	7 ◆	7.3.2 Country-code TLDs/th pop. 15-69	69.4	8 ●
4.2.2 Market capitalization, % GDP	n/a	n/a	7.3.3 Wikipedia edits/mn pop. 15-69	80.0	11
4.2.3 Venture capital investors, deals/bn PPP\$ GDP	0.3	9	7.3.4 Mobile app creation/bn PPP\$ GDP	22.4	24
4.2.4 Venture capital recipients, deals/bn PPP\$ GDP	0.2	7			
4.3 Trade, diversification, and market scale	89.1	3 ● ◆			
4.3.1 Applied tariff rate, weighted avg., %	1.8	25 ○			
4.3.2 Domestic industry diversification	98.6	6 ●			
4.3.3 Domestic market scale, bn PPP\$	2,978.6	9			

NOTES: ● indicates a strength; ○ a weakness; ◆ an income group strength; ◇ an income group weakness; * an index; † a survey question. ○ indicates that the economy's data are older than the base year; see Appendix IV for details, including the year of the data, at <http://globalinnovationindex.org>. Square brackets [] indicate that the data minimum coverage (DMC) requirements were not met at the sub-pillar or pillar level.



DATA AVAILABILITY

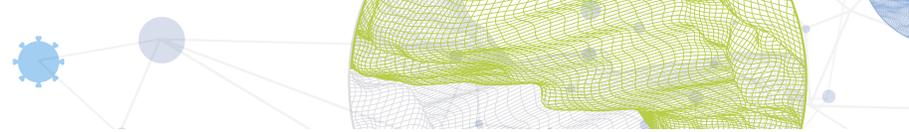
The following tables list data that are either missing or outdated for the United Kingdom.

Missing data for the United Kingdom

Code	Indicator name	Economy year	Model year	Source
4.1.3	Microfinance gross loans, % GDP	n/a	2018	Microfinance Information Exchange
4.2.2	Market capitalization, % GDP	n/a	2019	World Federation of Exchanges
5.1.2	Firms offering formal training, %	n/a	2019	World Bank
6.1.3	Utility models by origin/bn PPP\$ GDP	n/a	2019	World Intellectual Property Organization

Outdated data for the United Kingdom

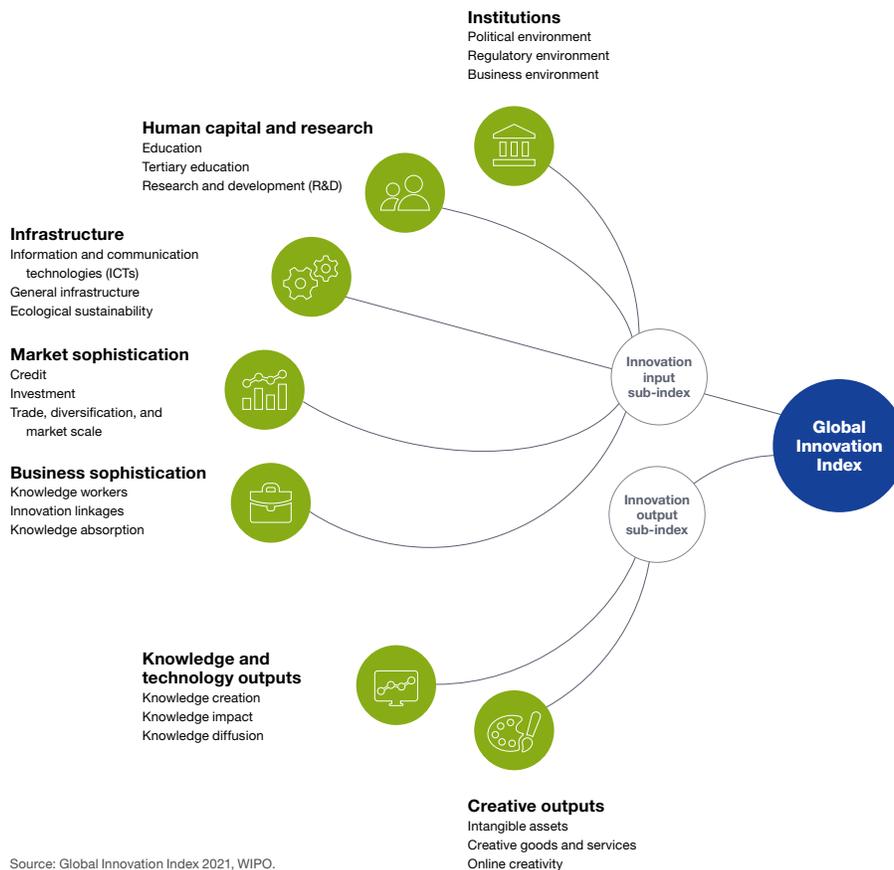
Code	Indicator name	Economy year	Model year	Source
2.1.5	Pupil-teacher ratio, secondary	2018	2019	UNESCO Institute for Statistics



ABOUT THE GLOBAL INNOVATION INDEX

The Global Innovation Index (GII) is published by the World Intellectual Property Organization (WIPO), a specialized agency of the United Nations.

Recognizing that innovation is a key driver of economic development, the GII aims to provide an innovation ranking and rich analysis referencing around 130 economies. Over the last decade, the GII has established itself as both a leading reference on innovation and a “tool for action” for economies that incorporate the GII into their innovation agendas.



The Index is a ranking of the innovation capabilities and results of world economies. It measures innovation based on criteria that include institutions, human capital and research, infrastructure, credit, investment, linkages; the creation, absorption and diffusion of knowledge; and creative outputs.

The GII has two sub-indices: the Innovation Input Sub-Index and the Innovation Output Sub-Index, and seven pillars, each consisting of three sub-pillars.