

# ECUADOR

# **98th** Ecuador ranks 98th among the 132 economies featured in the GII 2022.

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 Ecuador 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 Ecuador in the GII 2022 is between ranks 93 and 101.

| GIIYR | GII | Innovation inputs | Innovation outputs |
|-------|-----|-------------------|--------------------|
| 2020  | 99  | 96                | 97                 |
| 2021  | 91  | 92                | 94                 |
| 2022  | 98  | 96                | 98                 |

#### Rankings for Ecuador (2020–2022)

- Ecuador performs better in innovation inputs than innovation outputs in 2022.
- This year Ecuador ranks 96th in innovation inputs, lower than last year but the same as 2020.
- As for innovation outputs, Ecuador ranks 98th. This position is lower than both 2021 and 2020.

# **34th** Ecuador ranks 34th among the 36 upper-middle-income group economies.

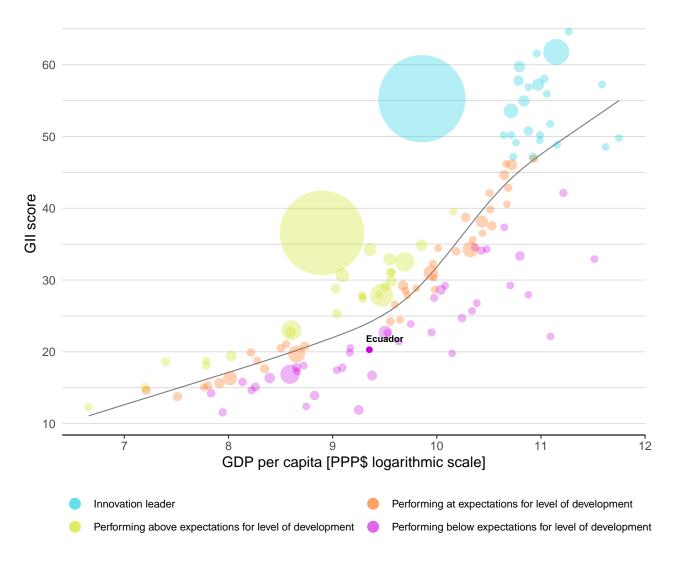
# **13th** Ecuador ranks 13th among the 18 economies in Latin America and the Caribbean.



# **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, Ecuador's performance is below expectations for its level of development.



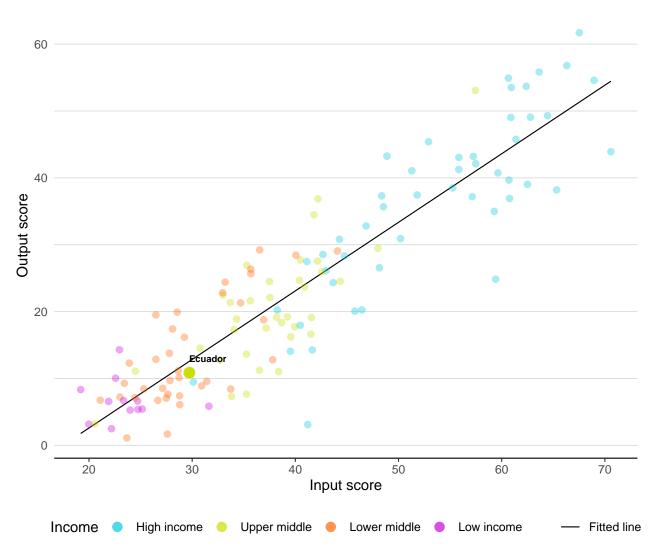
### The positive relationship between innovation and development



# 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.

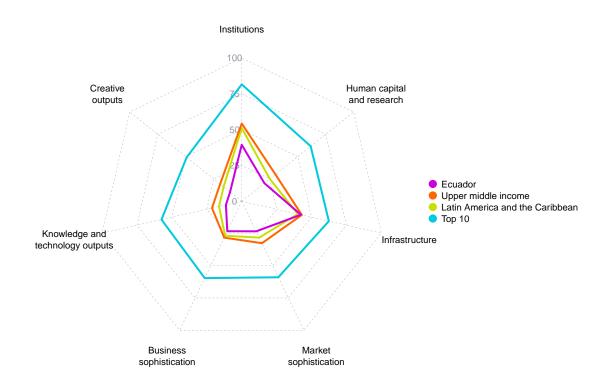
Ecuador produces less innovation outputs relative to its level of innovation investments.



#### Innovation input to output performance

# BENCHMARKING AGAINST OTHER UPPER MIDDLE-INCOME GROUP ECONOMIES AND LATIN AMERICA AND THE CARIBBEAN

## The seven GII pillar scores for Ecuador



#### Upper-middle-income group economies

Ecuador performs below the upper-middle-income group average in all GII pillars.

#### Latin America and the Caribbean

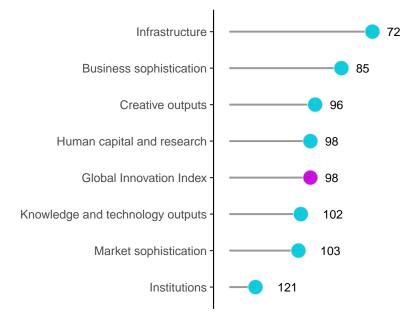
Ecuador performs above the regional average in Infrastructure.



# **OVERVIEW OF RANKINGS IN THE SEVEN GII 2022 AREAS**

Ecuador performs best in Infrastructure and its weakest performance is in Institutions.

#### The seven GII pillar ranks for Ecuador



Note: The highest possible ranking in each pillar is 1.

#### The full WIPO Intellectual Property Statistics profile for Ecuador can be found at:

https://www.wipo.int/ipstats/en/statistics/country\_profile/profile.jsp?code=EC.



# **INNOVATION STRENGTHS AND WEAKNESSES**

The table below gives an overview of the indicator strengths and weaknesses of Ecuador in the GII 2022.

#### Strengths and weaknesses for Ecuador

|       | Strengths                                   |      | Weaknesses |  |      |  |
|-------|---|------|------------|--|------|--|
| Code  | Indicator name                              | Rank | Code       | Indicator name   | Rank |  |
| 3.1.3 | Government's online service                 | 40   | 1.2.1      | Regulatory quality                                     | 120  |  |
| 3.1.4 | E-participation                             | 49   | 1.2.3      | Cost of redundancy dismissal                           | 123  |  |
| 3.2.3 | Gross capital formation, % GDP              | 42   | 2.1.2      | Government funding/pupil, secondary, %<br>GDP/cap      | 106  |  |
| 3.3.1 | GDP/unit of energy use                      | 51   | 2.3.3      | Global corporate R&D investors, top 3, mn<br>USD       | 38   |  |
| 3.3.2 | Environmental performance                   | 52   | 4.2.3      | Venture capital recipients, deals/bn PPP\$<br>GDP      | 96   |  |
| 4.1.3 | Loans from microfinance institutions, % GDP | 18   | 5.1.4      | GERD financed by business, %                           | 99   |  |
| 5.1.2 | Firms offering formal training, %           | 2    | 5.2.4      | Joint venture/strategic alliance deals/bn<br>PPP\$ GDP | 118  |  |
| 5.3.2 | High-tech imports, % total trade            | 41   | 6.2.1      | Labor productivity growth, %                           | 107  |  |
| 6.2.4 | ISO 9001 quality certificates/bn PPP\$ GDP  | 43   | 6.3.2      | Production and export complexity                       | 111  |  |
| 7.1.2 | Trademarks by origin/bn PPP\$ GDP           | 37   | 7.1.3      | Global brand value, top 5,000, % GDP                   | 77   |  |

**98** 

# Ecuador

| Ou                              | tput rank  | Input rank   | Income                 |     | Reg  | ion _  | Popula  | ation (mn)   | GDP, PPP\$ (bn)   | GDP per o                       | capita,  | PPP\$  |
|---------------------------------|--|--|------------------------|-----|--|--|---|--|---|---------------------------------|--|--|
|                                 | 98   | 96   | Upper middl            | e   | LC   | N  |   | 17.9   | 204.7   | 11                              | ,529   |  |
|                                 |  |  |                        |     | Score/<br>Value  | Rank   |   |  |   |                                 | Score/<br>Value  | Rank   |
| m                               | Institution  | ıs   |                        |     | 39.4   | 121 ○ ♢  | ÷   | Business s   | ophistication   |                                 | 23.2   | 85   |
| 2.3<br><b>3</b><br>3.1          | Government<br>Regulatory et<br>Rule of law*<br>Cost of redun<br>Business env<br>Policies for de                | operational stability<br>effectiveness*<br><b>nvironment</b><br>uality*<br>dancy dismissal<br><b>rironment</b>   |                        | Ø   | 48.3<br>56.4<br>40.3<br>40.1<br>22.8<br>31.9<br>31.8<br>29.9<br>32.8<br>27.0 | $\begin{array}{c} 101 \\ 108 \\ 93 \end{array} \diamond \\ 123 \circ \diamond \\ 120 \circ \diamond \\ 94 \\ 123 \circ \diamond \\ 111 \\ 110 \\ 53 \end{array}$ | 5.2.3<br>5.2.4  | Firms offering<br>GERD perform<br>GERD finance<br>Females emp<br>Innovation li<br>University-ind<br>State of clusto<br>GERD finance<br>Joint venture | ntensive employment, %<br>g formal training, %<br>ned by business, % GDP<br>d by business, %<br>loyed w/advanced degrees, % | 0<br>0<br>0<br><b>P\$ GDP</b> 0 | 28.3<br>12.3<br>73.7<br>0.2<br>0.2<br>8.8<br>15.3<br>34.5<br>37.6<br>0.0<br>0.0<br>0.0 | 72<br>100<br>2<br>55<br>99<br>79<br>121<br>103<br>110<br>73<br>118<br>88 |
| 2                               | Human ca   | pital and resea  | rch                    |     | 20.2   | 98 💠   | 5.2.5<br>5.3  | Knowledge a  |   |                                 | 26.1   | 86   |
| 1.3<br>1.4                      | Government<br>School life ex<br>PISA scales in   | on education, % GD<br>funding/pupil, seco<br>pectancy, years<br>reading, maths an<br>ratio, secondary            | ndary, % GDP/cap       |     | 38.6<br>4.1<br>6.7<br>14.6<br>n/a<br>20.8                                    | 100  | 5.3.1<br>5.3.2<br>5.3.3<br>5.3.4                        | Intellectual p<br>High-tech imp<br>ICT services in<br>FDI net inflow   | roperty payments, % total trade<br>ports, % total trade<br>mports, % total trade  |                                 | 0.6<br>10.1<br>0.7<br>1.1<br>n/a   | 63<br>41<br>95<br>97<br>n/a  |
| 2                               | Tertiary edu   | cation   |                        |     | 18.4   | 94   | 2   | Knowledg   | e and technology outputs  | 5                               | 11.3   | 102  |
| 2.1<br>2.2                      | Tertiary enrol<br>Graduates in   | lment, % gross<br>science and engine<br>und mobility, %  | ering, %               | Ø   | 47.9<br>16.2<br>0.8  | 66<br>89<br>93 ◊   | <b>6.1</b><br>6.1.1<br>6.1.2                            |  | <b>reation</b><br>igin/bn PPP\$ GDP<br>oy origin/bn PPP\$ GDP   |                                 | 6.8<br>0.2<br>0.1  | <b>93</b><br>103<br>69   |
| 3.3                             | Researchers,<br>Gross expend<br>Global corpor  | d development (R8<br>FTE/mn pop.<br>liture on R&D, % GE<br>rate R&D investors,<br>ranking, top 3*                | )P                     | 0   | 3.7<br>399.5<br>0.4<br>0.0<br>5.0  | 77<br>74<br>66<br>38 ○ ◇<br>68   | 6.1.3<br>6.1.4<br>6.1.5<br><b>6.2</b><br>6.2.1          | Utility models<br>Scientific and<br>Citable docur<br><b>Knowledge in</b><br>Labor produc   | s by origin/bn PPP\$ GDP<br>technical articles/bn PPP\$ GDP<br>nents H-index<br><b>mpact</b><br>tivity growth, %            | 0                               | 0.2<br>12.4<br>8.9<br><b>21.1</b><br>-1.3  | 47<br>76<br>80<br><b>87</b><br>107                                       |
| ۶¢                              | Infrastruc   | ture   |                        |     | 42.4   | 72   |   | New business<br>Software spe   | ses/th pop. 15–64<br>nding, % GDP   |                                 | n/a<br>0.2   | n/a<br>64  |
| 1.2<br>1.3<br>1.4<br>2.1<br>2.2 | ICT access*<br>ICT use*<br>Government'<br>E-participatio<br>General infra<br>Electricity out<br>Logistics perf | s online service*<br>n*<br><b>istructure</b><br>tput, GWh/mn pop.  | n technologies (IC1    | ſs) | 71.0<br>71.2<br>51.7<br>81.2<br>79.8<br>28.2<br>1,767.0<br>38.6<br>26.4      | 74<br>94   | 6.2.5<br><b>6.3</b><br>6.3.1<br>6.3.2<br>6.3.3<br>6.3.4 | High-tech ma<br>Knowledge d<br>Intellectual p<br>Production ar<br>High-tech exp  | roperty receipts, % total trade<br>nd export complexity<br>ports, % total trade<br>exports, % total trade                   |                                 | 6.3<br>11.0<br>6.0<br>0.0<br>15.6<br>0.3<br>0.4<br>10.4                                | 43<br>85<br>118<br>92<br>111<br>101<br>111<br>96                         |
| 3                               | Ecological su  | stainability   |                        |     | 28.1   | 57   | 7.1   | Intangible as  | ssets   |                                 | 16.3   | 88   |
| 3.2<br>3.3                      | ISO 14001 er   | al performance*<br>nvironmental certi  | ficates/bn PPP\$ G[    | OP  | 11.9<br>46.5<br>0.9  | 51 ●<br>52 ●<br>72   | 7.1.1<br>7.1.2<br>7.1.3<br>7.1.4                        | Trademarks b<br>Global brand   | set intensity, top 15, %<br>oy origin/bn PPP\$ GDP<br>value, top 5,000, % GDP<br>signs by origin/bn PPP\$ GDP               |                                 | n/a<br>64.3<br>0.0<br>0.3  | n/a<br>37<br>77<br>97  |
| ĨÍ                              | Market so  | phistication   |                        |     | 23.3   | 103  | <b>7.2</b><br>7.2.1                                     |  | <b>ds and services</b><br>creative services exports, % total  | trade                           | <b>7.6</b><br>0.0  | [ <b>90</b> ]<br>97  |
|                                 | Domestic cre   | artups and scaleup<br>dit to private sector<br>hicrofinance institut   | r, % GDP               | ଡ   | 22.3<br>25.9<br>47.6<br>1.7<br>3.0   | 80<br>65<br>73<br>18 ●<br>[96]   | 7.2.2<br>7.2.3<br>7.2.4                                 | National feat<br>Entertainmer<br>Printing and o  | ure films/mn pop. 15–69<br>nt and media market/th pop. 15–<br>other media, % manufacturing<br>ds exports, % total trade     |                                 | 0.0<br>n/a<br>n/a<br>0.9<br>0.0<br>1.5   | n/a<br>n/a<br>52<br>111<br>94  |
| 2.2<br>2.3                      | Venture capit<br>Venture capit<br>Venture capit  | alization, % GDP<br>al investors, deals/<br>al recipients, deals,<br>al received, value, %<br>ification, and mar | /bn PPP\$ GDP<br>% GDP |     | n/a<br>n/a<br>0.0<br>0.0<br>44.7   | n/a<br>n/a<br>96 ○<br>60<br>92   | 7.3.1<br>7.3.2<br>7.3.3                                 | Generic top-le<br>Country-code<br>GitHub comm  | evel domains (TLDs)/th pop. 15-6<br>TLDs/th pop. 15-69<br>nit pushes received/mn pop. 15-6<br>reation/bn PPP\$ GDP          |                                 | 2.0<br>1.0<br>2.5<br>0.3   | 77<br>85<br>77<br>88   |
| 3.1<br>3.2                      | Applied tariff<br>Domestic ind   | rate, weighted avg<br>ustry diversification<br>rket scale, bn PPP\$  | ., %                   |     | 6.2<br>69.9<br>204.7   | 92<br>98 ◇<br>87<br>67   |   |  |   |                                 |  |  |

NOTES: 
Indicates a strength; 

a weakness; 

an income group strength; 

an income group weakness; 

an index; 

a weakness; 

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# DATA AVAILABILITY

The following tables list indicators that are either missing or outdated for Ecuador.

# Missing data for Ecuador

| Code  | Indicator name                                | Economy<br>year | Model<br>year | Source                                |
|-------|---|-----------------|---------------|---------------------------------------|
| 2.1.4 | PISA scales in reading, maths and science     | n/a             | 2018          | OECD, PISA                            |
| 4.2.1 | Market capitalization, % GDP                  | n/a             | 2020          | World Federation of Exchanges         |
| 4.2.2 | Venture capital investors, deals/bn PPP\$ GDP | n/a             | 2021          | Refinitiv                             |
| 5.3.5 | Research talent, % in businesses              | n/a             | 2020          | UNESCO Institute for Statistics       |
| 6.2.2 | New businesses/th pop. 15–64                  | n/a             | 2020          | World Bank, Enterpreneurship Database |
| 7.1.1 | Intangible asset intensity, top 15, %         | n/a             | 2021          | Brand Finance                         |
| 7.2.2 | National feature films/mn pop. 15–69          | n/a             | 2019          | OMDIA                                 |
| 7.2.3 | Entertainment and media market/th pop. 15-69  | n/a             | 2021          | PwC, GEMO                             |

#### **Outdated data for Ecuador**

| Code  | Indicator name   | Economy<br>year | Model<br>year | Source  |
|-------|--|-----------------|---------------|---|
| 1.3.2 | Entrepreneurship policies and culture                  | 2019            | 2021          | Global Entrepreneurship Monitor                               |
| 2.2.2 | Graduates in science and engineering, %                | 2019            | 2020          | UNESCO Institute for Statistics                               |
| 2.3.1 | Researchers, FTE/mn pop.                               | 2014            | 2020          | UNESCO Institute for Statistics                               |
| 2.3.2 | Gross expenditure on R&D, % GDP                        | 2014            | 2020          | UNESCO Institute for Statistics                               |
| 4.1.1 | Finance for startups and scaleups                      | 2019            | 2021          | Global Entrepreneurship Monitor                               |
| 4.1.3 | Loans from microfinance institutions, % GDP            | 2019            | 2020          | International Monetary Fund, Financial Access<br>Survey (FAS) |
| 5.1.2 | Firms offering formal training, %                      | 2017            | 2019          | World Bank Enterprise Surveys                                 |
| 5.1.3 | GERD performed by business, % GDP                      | 2014            | 2020          | UNESCO Institute for Statistics                               |
| 5.1.4 | GERD financed by business, %                           | 2014            | 2019          | UNESCO Institute for Statistics                               |
| 5.2.3 | GERD financed by abroad, % GDP                         | 2014            | 2019          | UNESCO Institute for Statistics                               |
| 5.2.4 | Joint venture/strategic alliance deals/bn PPP\$<br>GDP | 2020            | 2021          | Refinitiv   |
| 6.1.3 | Utility models by origin/bn PPP\$ GDP                  | 2019            | 2020          | World Intellectual Property Organization                      |

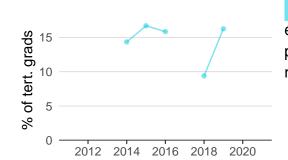
# ECUADOR'S INNOVATION SYSTEM

As far as practicable, the plots below present unscaled indicator data.

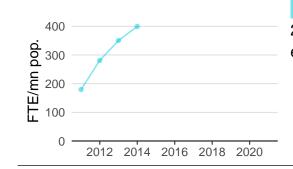
#### **Innovation inputs**



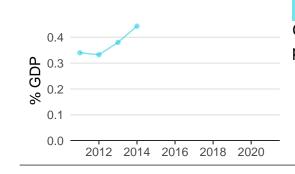
**2.1.1 Expenditure on education** was equal to 4.1% GDP in 2020–down by 2 percentage points from the year prior–and equivalent to an indicator rank of 72.



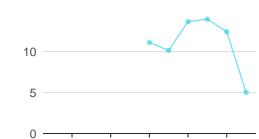
**2.2.2 Graduates in science and engineering** was equal to 16.2% of tert. grads in 2019–up by 73 percentage points from the year prior–and equivalent to an indicator rank of 89.



**2.3.1 Researchers** was equal to 399.5 FTE/mn pop. in 2014–up by 14 percentage points from the year prior–and equivalent to an indicator rank of 74.



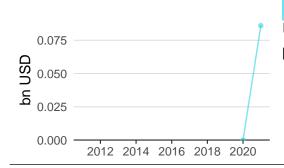
**2.3.2 Gross expenditure on R&D** was equal to 0.4% GDP in 2014–up by 17 percentage points from the year prior–and equivalent to an indicator rank of 66.



**2.3.4 QS university ranking** was equal to 5.0 in 2021–down by 59 percentage points from the year prior–and equivalent to an indicator rank of 68.



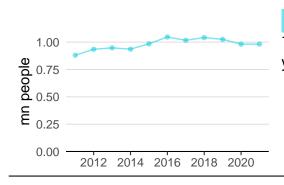
**3.1.1 ICT access** was equal to 7.1 in 2020 and equivalent to an indicator rank of 94.



**4.2.4 Venture capital received** was equal to 0.1 bn USD in 2021–up by Inf percentage points from the year prior–and equivalent to an indicator rank of 60.

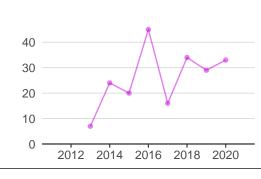


**4.3.2 Domestic industry diversification** was equal to 0.3 in 2019–up by 5 percentage points from the year prior–and equivalent to an indicator rank of 87.



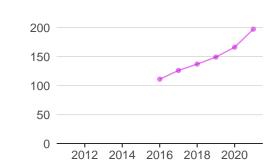
**5.1.1 Knowledge-intensive employment** was equal to 1.0 mn people in 2021–effectively unchanged from the year prior–and equivalent to an indicator rank of 100.

#### **Innovation outputs**

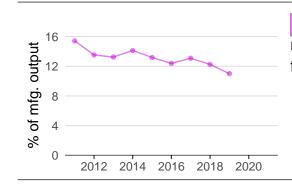


**6.1.1 Patents by origin** was equal to 33.0 in 2020–up by 14 percentage points from the year prior–and equivalent to an indicator rank of 103.

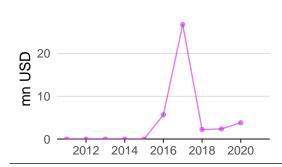
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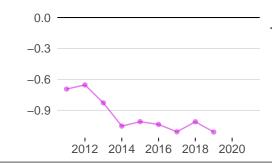
**6.1.5 Citable documents H-index** was equal to 197.0 in 2021–up by 19 percentage points from the year prior–and equivalent to an indicator rank of 80.



**6.2.5 High-tech manufacturing** was equal to 11.0% of mfg. output in 2019–down by 10 percentage points from the year prior–and equivalent to an indicator rank of 85.

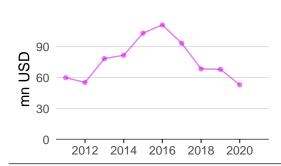


**6.3.1 Intellectual property receipts** was equal to 3.8 mn USD in 2020–up by 61 percentage points from the year prior–and equivalent to an indicator rank of 92.



**6.3.2 Production and export complexity** was equal to -1.1 in 2019–down by 10 percentage points from the year prior–and equivalent to an indicator rank of 111.

A

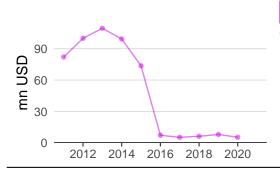


**6.3.3 High-tech exports** was equal to 53.0 mn USD in 2020–down by 22 percentage points from the year prior–and equivalent to an indicator rank of 101.

**7.1.3 Global brand value** was equal to 0.0 mn USD in 2021–effectively unchanged from the year prior–and equivalent to an indicator rank of 77.







**7.2.1 Cultural and creative services exports** was equal to 5.4 mn USD in 2020–down by 33 percentage points from the year prior–and equivalent to an indicator rank of 97.

## **ECUADOR'S INNOVATION TOP PERFORMERS**

#### 2.3.3 Global corporate R&D investors

| Firm | Industry | R&D | R&D<br>Growth | R&D<br>Intensity | Rank |
|------|----------|-----|---------------|------------------|------|
|      |          |     |               |                  |      |

No observations

Source: European Commission's Joint Research Centre (https://iri.jrc.ec.europa.eu/scoreboard/2021-eu-industrial-rd-investment-scoreboard).

### 2.3.4 QS university ranking

| University                         | Score | Rank    |
|------------------------------------|-------|---------|
| UNIVERSIDAD SAN FRANCISCO DE QUITO | 15.1  | 751-800 |

Source: QS Quacquarelli Symonds Ltd (https://www.topuniversities.com/university-rankings/world-university-rankings/2022). Note: QS Quacquarelli Symonds Ltd annually assesses over 1,200 universities across the globe and scores them between [0,100]. Ranks can represent a single value "x", a tie "x=" or a range "x-y".

#### 7.1.1 Intangible asset intensity, top 15

| Firm | Rank |
|------|------|
|      |      |

No observations

Source: Brand Finance (https://brandirectory.com/reports/gift-2021).

#### 7.1.3 Global brand value, top 5,000

| Brand | Industry | Rank |
|-------|----------|------|
|       |          |      |

No observations

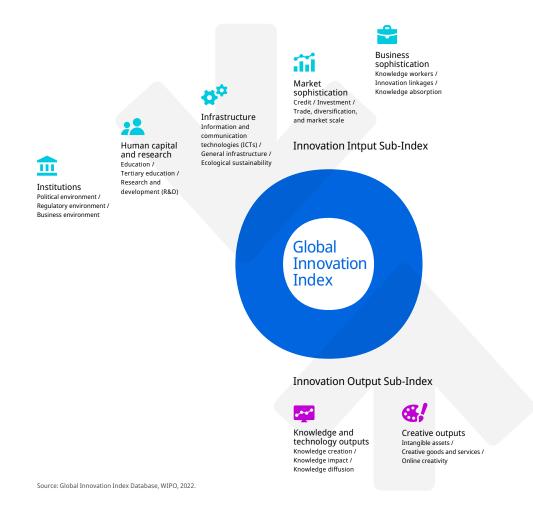
Source: Brand Finance (https://brandirectory.com).



# 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.