GLOBAL INNOVATION INDEX 2020



DENMARK



Denmark ranks 6th among the 131 economies featured in the GII 2020.

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 Denmark 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 Denmark in the GII 2020 is between ranks 6 and 8.

Rankings of Denmark (2018–2020)

	GII	Innovation inputs	Innovation outputs		
2020	6	5	9		
2019	7	5	12		
2018	8	7	13		

- Denmark performs better in innovation inputs than innovation outputs in 2020.
- This year Denmark ranks 5th in innovation inputs, the same as last year and higher compared to 2018.
- As for innovation outputs, Denmark ranks 9th. This position is higher than last year and higher compared to 2018.



Denmark ranks 6th among the 49 high-income group economies.



Denmark ranks 5th among the 39 economies in Europe.

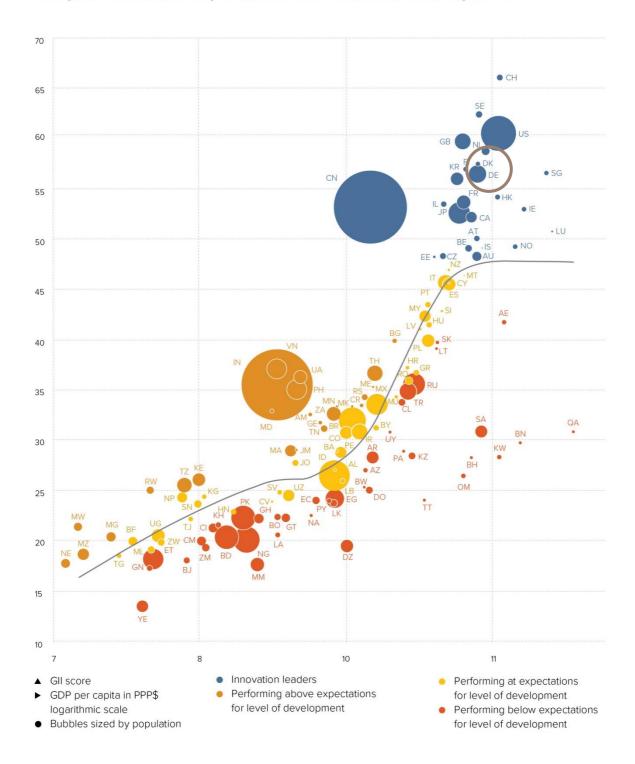


EXPECTED VS. OBSERVED INNOVATION PERFORMANCE

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, Denmark is performing above expectations for its level of development.

The positive relationship between innovation and development

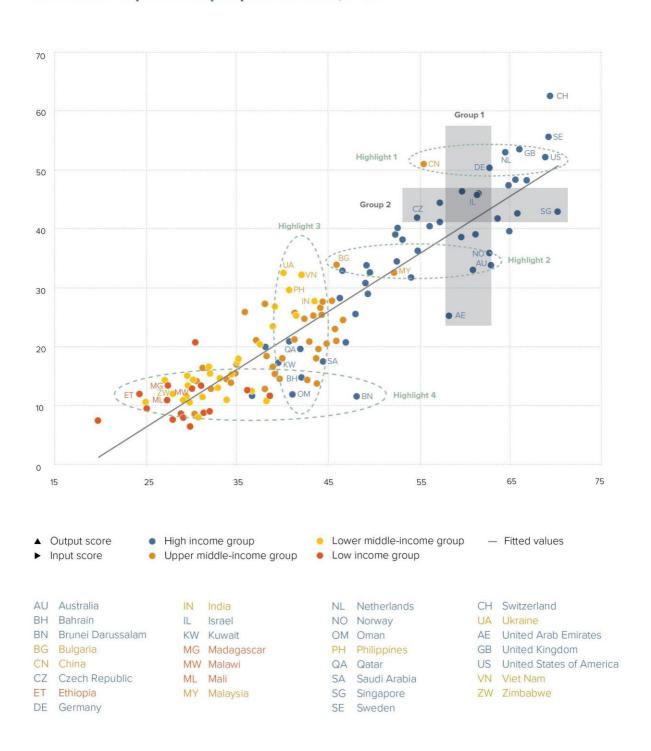




The chart below shows the relationship between innovation inputs and innovation outputs. Economies above the line are effectively translating costly innovation investments into more and higher-quality outputs.

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

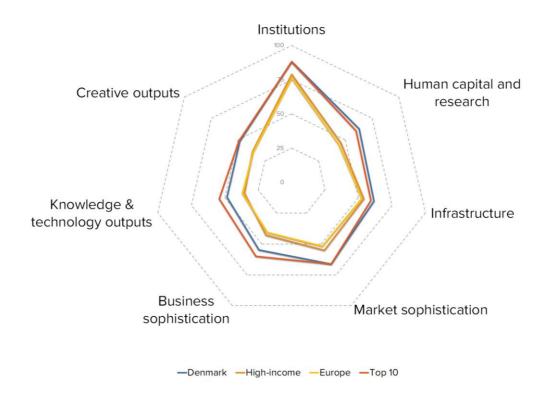
Innovation input to output performance, 2020





BENCHMARKING DENMARK AGAINST OTHER HIGH-INCOME GROUP ECONOMIES AND EUROPE

Denmark's scores in the seven GII pillars



High-income group economies

Denmark has high scores in all seven GII pillars that are above average for the high-income group.

Europe

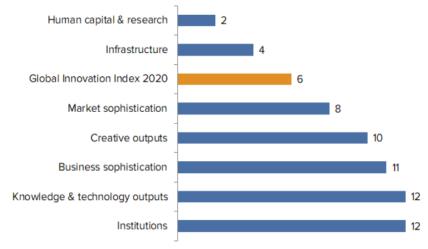
Compared to other economies in Europe, Denmark performs above average in all seven GII pillars.





OVERVIEW OF DENMARK RANKINGS IN THE SEVEN GII AREAS

Denmark performs best in Human capital & research and its weakest performance is in Institutions and in Knowledge & technology outputs.



^{*}The highest possible ranking in each pillar is 1.

INNOVATION STRENGTHS AND WEAKNESSES

The table below gives an overview of the strengths and weaknesses of Denmark in the GII 2020.

Strengths				
Code	Indicator name	Rank		
1.1	Political environment	5		
1.1.2	Government effectiveness*	6		
1.3	Business environment	6		
1.3.2	Ease of resolving insolvency*	6		
2	Human capital & research	2		
2.1	Education	3		
2.1.1	Expenditure on education, % GDP	4		
2.3.1	Researchers, FTE/mn pop.	2		
3	Infrastructure	4		
3.1	Information & communication technologies (ICTs)	3		
3.1.2	ICT use*	1		
3.1.3	Government's online service*	1		
3.1.4	E-participation*	1		
3.3.2	Environmental performance*	1		
4.1.2	Domestic credit to private sector, % GDP	5		
6.1.4	Scientific & technical articles/bn PPP\$ GDP	1		
7.3	Online creativity	4		
7.3.2	Country-code TLDs/th pop. 15–69	1		

	Weaknesses				
Code	Indicator name	Rank			
1.2.3	Cost of redundancy dismissal, salary weeks	78			
2.2.2	Graduates in science & engineering, %	65			
3.2.3	Gross capital formation, % GDP	63			
4.1.1	Ease of getting credit*	44			
5.3.2	High-tech imports, % total trade	100			
5.3.4	FDI net inflows, % GDP	104			
6.1.3	Utility models by origin/bn PPP\$ GDP	44			
6.2.1	Growth rate of PPP\$ GDP/worker, %	65			
7.1.1	Trademarks by origin/bn PPP\$ GDP	65			
7.2.4	Printing & other media, % manufacturing	60			



STRENGTHS

GII strengths for Denmark are found in six of the seven GII pillars.

- Institutions (12): exhibits strengths in the sub-pillars Political environment (5) and Business environment (6) and in the indicators Government effectiveness (6) and Ease of resolving insolvency (6).
- Human capital & research (2): shows strengths in the sub-pillar Education (3) and in the indicators Expenditure on education (4) and Researchers (2).
- Infrastructure (4): demonstrates strengths in the sub-pillar Information & communication technologies (ICTs) (3) and in the indicators ICT use (1), Government's online service (1), E-participation (1) and Environmental performance (1).
- Market sophistication (8): the indicator Domestic credit to private sector (5) is a strength.
- Knowledge & technology outputs (12): the indicator Scientific & technical articles (1) is a strength.
- Creative outputs (10): has strengths in the sub-pillar Online creativity (4) and in the indicator Country-code TLDs (1).

WEAKNESSES

GII weaknesses for Denmark are found in all seven GII pillars.

- Institutions (12): the indicator Cost of redundancy dismissal (78) is a weakness.
- Human capital & research (2): the indicator Graduates in science & engineering (65) is a weakness.
- Infrastructure (4): the indicator Gross capital formation (63) is a weakness.
- Market sophistication (8): the indicator Ease of getting credit (44) is a weakness.
- Business sophistication (11): demonstrates weaknesses in the indicators High-tech imports (100) and FDI net inflows (104).
- Knowledge & technology outputs (12): displays weaknesses in the indicators Utility models by origin (44) and Growth rate of GDP per worker (65).
- Creative outputs (10): has weaknesses in the indicators Trademarks by origin (65) and Printing and other media (60).

DENMARK



Juip	out rank	Input rank	Income	Region	I:	Pot	oulation (n	nn) GDP, PPP\$	GDP per capita, PPP\$	GII 2	019 ra
	9	5	High	EUR			5.8	312.8	47,040.4		7
			Sco	ore/Value	Rank				Sc	ore/Value	Rank
1	INSTITUT	TIONS		88.3	12			BUSINESS SOPHIS	TICATION	54.8	11
	Political e	nvironment		91.7	5	•	5.1	Knowledge workers		65.6	9
			tability*		5		5.1.1		employment, %	47.0	13
2			s*			•	5.1.2		aining, %	n/a	n/a
						7	5.1.3		usiness, % GDP	1.9	10
	Regulator	y environment		84.5	19		5.1.4		iness, %	58.5	13
1					13		5.1.5		advanced degrees, %	22.5	20
2					8			AND THE PROPERTY OF THE PROPER			
3	Cost of rec	dundancy dismi:	ssal, salary weeks	18.8	78	0	5.2	Innovation linkages		57.8	9
			- 1997 - 1929				5.2.1	University/industry res	earch collaboration+	69.1	10
	Business e	environment		88.9	6	•	5.2.2	State of cluster develo	pment+	67.1	12
1	Ease of sta	arting a busines	s*	92.7	42		5.2.3	GERD financed by abr	oad, % GDP	0.3	11
2	Ease of res	solving insolver	ıcy*	85.1	6	•	5.2.4		eals/bn PPP\$ GDP	0.2	15
							5.2.5	Patent families 2+ office	ces/bn PPP\$ GDP	4.0	12
13	HUMAN	CAPITAL & R	ESEARCH	. 62.9	2		5.3	Knowledge absorptio	n	40.9	28
				an in the second	-		5.3.1		syments, % total trade	0.9	40
	Education			71.6	3	• +	5.3.2		otal trade	5.8	100
	Expenditur	e on education	, % GDP	7.6	4		5.3.3	ICT services imports, 9	6 total trade	3.1	8
2	Governmen	nt funding/pupil, s	secondary, % GDP/cap	31.1	10	•	5.3.4	FDI net inflows, % GDF	·	1.3	104
3			ears		7		5.3.5	Research talent, % in b	ousiness enterprise	60.5	14
4			aths, & science		17						
5	Pupil-teach	ner ratio, secon	dary. 🔍	11.3	48		\sim	KNOWLEDGE & TEC	HNOLOGY OUTPUTS	483	12
	Tertiary ed	ducation		45.3	26			KNOWEEDOE & TEC	111102001 0011 013	-0.0	'-
.1			SS		18		6.1	Knowledge creation		62.0	10
2			ngineering, %		65	0	6.1.1		PP\$ GDP		8
3			%		17		6.1.2		bn PPP\$ GDP		8
							6.1.3	Utility models by origin	/bn PPP\$ GDP	0.2	44
	Research 6	& development	t (R&D)	. 71.8	8		6.1.4		rticles/bn PPP\$ GDP		1
.1	Researche	rs, FTE/mn pop		8,065.9	2		6.1.5	Citable documents H-i	ndex	50.4	15
2	Gross expe	enditure on R&D	D, % GDP	3.1	8						
.3	Global R&D	companies, avg	. exp. top 3, mn \$US	71.3	15		6.2	Knowledge impact		40.3	18
4	QS univers	sity ranking, ave	erage score top 3*	57.4	15		6.2.1	Growth rate of PPP\$ G	DP/worker, %	0.8	65
							6.2.2	New businesses/th po	p. 15-64	10.0	16
							6.2.3		ending, % GDP		12
×	INFRAST	RUCTURE					6.2.4		cates/bn PPP\$ GDP		36
							6.2.5	High- and medium-hig	h-tech manufacturing, %	42.2	20
4			ion technologies (ICTs).			• •				40.5	25
1					32		6.3			42.5	25
2						• •	6.3.1		ceipts, % total trade		13 31
3			ice*			• •	6.3.2		% total trade	5.3	
4	E-participa	tion		100.0	- 1		6.3.3 6.3.4		6 total trade	2.7 2.8	37 22
	General in	frastructure		38.6	27		0.0.	7 Di net outilovo, 70 Ob		2.0	
.1			pop		40					To the same of	3000
2			CDD		8	0	-∰*	CREATIVE OUTPU	TS	48.3	10
.3	Gross capi	tai formation, %	GDP	23.6	63	O				-	
	Earle .			F2.0	40		7.1		DDD4 CDD		19
1					16	•	7.1.1		on PPP\$ GDP		65
1			ce*		11	•	7.1.2		p 5,000, % GDP		14
2			rtificates/bn PPP\$ GDP		29	•	7.1.3 7.1.4		rigin/bn PPP\$ GDP nodel creation+		20 7
								. 515 & Organizational I		. 70.5	,
	MARKET	CORUMETIC	TION	66.3	_		7.2		ervices		20
ıİ	MARKET	SOPHISTICA	ATIONNOITA	66.3	8		7.2.1		ces exports, % total trade	0.6	43
	Crodit			72.0	7		7.2.2		mn pop. 15-69		10
					7	\circ	7.2.3		market/th pop. 15-69	81.6	4
2			sector, % GDP		5		7.2.4 7.2.5		dia, % manufacturing	1.0	60
3			% GDP		n/a	•	1.2.5	Creative goods expor	ts, % total trade	1.5	35
		,,		11/0	11/0		7.3	Online creativity		68.6	4
	Investmen	ıt		58.3	16		7.3.1		ins (TLDs)/th pop. 15-69		16
			y investors*		27		7.3.2	· Committee of the comm	pop. 15-69		1
	a. b.		DP		n/a		7.3.3		p. 15-69		17
1	Market car				12		7.3.4		n PPP\$ GDP		12
.1		apital deals/bn F	PPP\$ GDP	0.2	12		7.0.1	Mobile app creationing	11111 \$ ODI	45.0	
.1	Venture ca	2000					7.0.1	Mobile app creation/b	11111 \$ OD1	45.0	
.1 .2 .3	Venture ca	npetition, and	market scale	68.6	38		7.0.1	Mobile app creation/b	11111 \$ OD!	45.0	
1	Venture ca Trade, con Applied tar	npetition, and riff rate, weighte		68.6 1.7			7.57	Woone app creations	11111 \$ 001	45.0	





DATA AVAILABILITY

The following tables list data that are either missing or outdated for Denmark.

Missing data

Code	Indicator name	Country	Model	Source	
Code	indicator name	year	year	Source	
4.1.3	Microfinance gross loans, % GDP	n/a	2018	Microfinance Information Exchange	
4.2.2	Market capitalization, % GDP	n/a	2018	World Federation of Exchanges	
5.1.2	Firms offering formal training, %	n/a	2018	World Bank	

Outdated data

Code	Indicator name	Country	Model	Source	
		year	year		
2.1.1	Expenditure on education, % GDP	2014	2018	UNESCO Institute for Statistics	
2.1.2	Government funding/pupil, secondary, % GDP/cap	2014	2016	UNESCO Institute for Statistics	
2.1.5	Pupil-teacher ratio, secondary	2014	2018	UNESCO Institute for Statistics	
7.2.4	Printing & other media, % manufacturing	2016	2017	United Nations Industrial Development Organization	

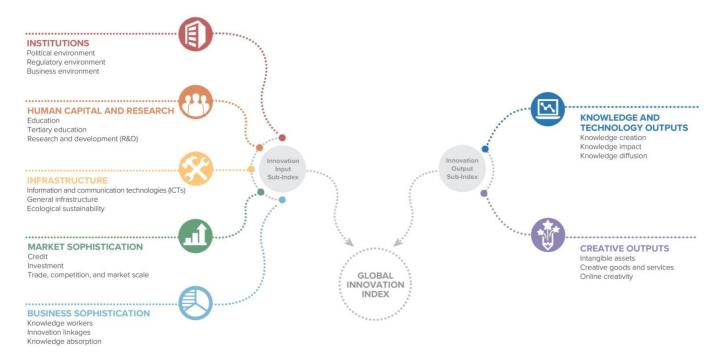


ABOUT THE GLOBAL INNOVATION INDEX

The Global Innovation Index (GII) is co-published by Cornell University, INSEAD, and the World Intellectual Property Organization (WIPO), a specialized agency of the United Nations. In 2020, the GII presents its 13th edition devoted to the theme *Who Will Finance Innovation?*

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.

Framework of the Global Innovation Index 2020



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.



