Malaysia Climbs 11 Spots to 31st in Global Ranking of Information Technology Competitiveness
EIU study finds US and other leaders maintaining strength while developing economies gain momentum

Kuala Lumpur, 27 September 2011 — Malaysia is the biggest mover in this year’s global ranking of Information Technology Competitiveness, and shows that Malaysia is fast becoming ever more competitive in information technology, the Business Software Alliance (BSA) reported today with its publication of 2011 edition of the Economist Intelligence Unit's IT Industry Competitiveness Index.

Updated for the fourth time since 2007, the Index benchmarks 66 countries on a series of indicators covering the critical foundation areas for IT innovation: overall business environment, IT infrastructure, human capital, research and development (R&D), legal environment, and public support for industry development.

The 2011 IT Industry Competitiveness Index is available for download on BSA’s website at www.bsa.org/globalindex, along with interactive ranking tables, detailed country summaries, industry case studies, and video interviews with IT experts.

Topping the overall rankings for 2011 are the United States, Finland, Singapore, Sweden, and the United Kingdom.

Malaysia climbed 11 spots to rank 31st in the worldwide rankings on the strength of a strong showing in its R&D indicators, especially in IT patent activity according to the study.

This year’s Index finds that countries traditionally strong in IT are maintaining their positions of leadership in part because “advantage begets advantage” — they have built up solid foundations for technology innovation through years of investment, and they are continuing to reap the benefits. But the global field of competition is becoming more crowded as new challengers, especially in developing economies, raise their games to meet the standards the leaders have set.
“It is abundantly clear from this year’s IT Industry Competitiveness Index that investing in the fundamentals of technology innovation will pay huge dividends over the long term,” said BSA President and CEO Robert Holleyman. “It is also clear that no country holds a monopoly in information technology. There is a proven formula for success, and everyone is free to take advantage of it. Because of that, we are moving to a world with many centers of IT power.”

“Malaysia has done very well being the biggest mover in this year’s Index moving up 11 spots in the overall rankings, compared to the previous edition in 2009,” said Roger Somerville, BSA Senior Director – Policy, Asia-Pacific. “In the years ahead, policymakers in Malaysia have an opportunity to build on that momentum. We know from global experience it will be worth the effort.”

India, the second best performing country leaped 10 spots on the strength of its robust research and development and dynamic human capital environment. A number of other countries — including Singapore, Mexico, Austria, Germany and Poland — posted strong overall gains this year by showing new levels of strength across the board in all IT foundation areas.

“As the global economy starts to recover, it is more important than ever for governments to take a long-term view of IT industry development,” Holleyman said. “Policymakers cannot not just look at this issue on an annual basis, or they risk being left behind. They must assess the next seven to nine years, and invest accordingly, in order to make substantive gains in IT competitiveness.”

For more, please visit www.bsa.org/globalindex.

About BSA

The Business Software Alliance (www.bsa.org) is the leading global advocate for the software industry. It is an association of nearly 100 world-class companies that invest billions of dollars annually to create software solutions that spark the economy and improve modern life. Through international government relations, intellectual property enforcement and educational activities, BSA expands the horizons of the digital world and builds trust and confidence in the new technologies driving it forward.

About the Economist Intelligence Unit

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