## Digital Economy and Society Index 2017 - Latvia



Latvia ranks 19th in DESI 2017. Overall progress is driven by increasing shares of fast broadband subscriptions as well as by the improved delivery of public services. More and more Latvians are going on-line and are using eGovernment services but still half of the population has low or no digital skills. Latvians are increasingly shopping online but businesses are exploiting technologies in a limited way.

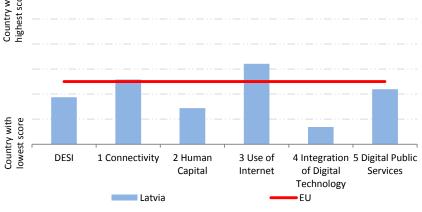
	Lat	via	Cluster	EU
	rank	rank score		score
DESI 2017	19	0.47	0.54	0.52
DESI 2016 <sup>1</sup>	19	0.46	0.51	0.49

## The Digital Economy and Society Index is a composite index measuring progress in digital through five components:

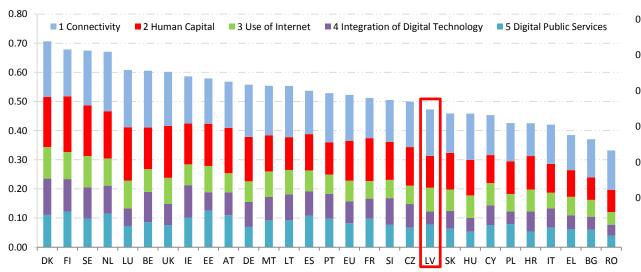
1 Connectivity	Fixed Broadband, Mobile Broadband, Broadband speed and prices
2 Human Capital	Basic Skills and Internet Use, Advanced skills and Development
3 Use of Internet	Citizens' use of Content, Communication and Online Transactions
4 Integration of Digital Technology	Business digitisation and eCommerce
5 Digital Public Services	eGovernment

Clustering: Latvia belongs to the cluster of medium performing countries.

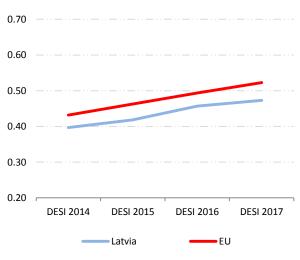
## DESI 2017 - relative performance by dimension



#### Digital Economy and Society Index (DESI) 2017 ranking



#### DESI - evolution over time



1) Connectivity: Latvia is top three in terms of harmonised spectrum in the EU and more and more people are subscribing to mobile broadband. Meanwhile, subscribers to fixed connections are migrating to faster speeds.

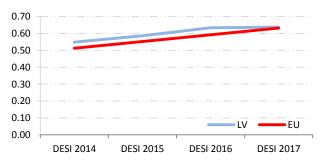
	Latvia					EU
	DESI	201	7	DESI 20	DESI 2017	
	value		rank	value	rank	value
1a1 Fixed Broadband Coverage	93%	$\rightarrow$	24	93%	24	98%
% households	2016			2015		2016
1a2 Fixed Broadband Take-up	61%	$\downarrow$	24	65%	21	74%
% households	2016			2015		2016
1b1 Mobile Broadband Take-up	78	1	16	65	19	84
Subscriptions per 100 people	June 2016			June 2015		June 2016
1b2 4G coverage <sup>2</sup>	91%		15	NA		84%
% households (average of operators)	2016					2016
1b3 Spectrum <sup>3</sup>	90%	$\downarrow$	3	95%	2	68%
% of the target	2016			2015		2016
1c1 NGA Coverage	91%	$\rightarrow$	9	91%	8	76%
% households	2016			2015		2016
1c2 Subscriptions to Fast Broadband	62%	1	6	56%	8	37%
% subscriptions >= 30Mbps	June 2016			June 2015		June 2016
1d1 Fixed Broadband Price4	1.2%	$\rightarrow$	15	1.2%	17	1.2%
% income	price 2016, income 2015			price 2015, income 2015		price 2016, income 2015

2) Human Capital: 77% of all Latvians are using the Internet, and the digital skills are slowly improving. Nevertheless, 50% of citizens do not have basic digital skills. The number of ICT specialists is increasing but is still below the EU average.

	Latvia				EU	
	DESI	201	7	DESI 20	16	DESI 2017
	value		rank	value	rank	value
2a1 Internet Users	77%	1	16	75%	14	79%
% individuals	2016			2015		2016
2a2 At Least Basic Digital Skills	50%	1	19	49%	20	56%
% individuals	2016			2015		2016
2b1 ICT Specialists <sup>5</sup>	2.2%	<b>1</b>	24	2.0%	24	3.5%
% individuals	2015			2014		2015
2b2 STEM Graduates	13	$\rightarrow$	25	13	24	19
Per 1000 individuals (aged 20-29)	2014			2013		2014

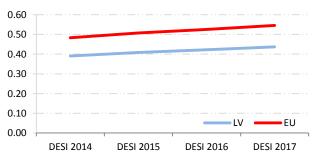
1 Connectivity	Lat	via	Cluster	EU
1 connectivity	rank	score	score	score
DESI 2017	13	0.64	0.63	0.63
DESI 2016	10	0.63	0.60	0.59

#### 1 Connectivity - evolution over time



2 Human Capital	Lat	via	Cluster	EU
2 Haman capital	rank	score	score	score
DESI 2017	23	0.44	0.57	0.55
DESI 2016	22	0.42	0.55	0.53

### 2 Human Capital - evolution over time



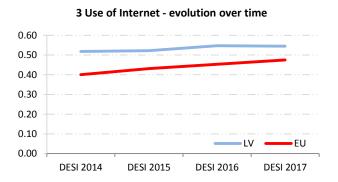
# 3) Use of Internet: The highest increase in online activities carried out by people in Latvia is shopping on-line.

			Latvi	ia		EU
	DESI	201	7	DESI 2	DESI 2017	
	value		rank	value	rank	value
3a1 News	84%	$\downarrow$	9	87%	5	70%
% individuals who used Internet in the last 3 months	2016			2015		2016
3a2 Music, Videos and Games <sup>6</sup>	77%		19	NA		78%
% individuals who used Internet in the last 3 months	2016					2016
3a3 Video on Demand <sup>7</sup>	15%		15	NA		21%
% individuals who used Internet in the last 3 months	2016					2016
3b1 Video Calls	51%	<b>4</b>	9	55%	4	39%
% individuals who used Internet in the last 3 months	2016			2015		2016
3b2 Social Networks	71%	$\downarrow$	11	73%	7	63%
% individuals who used Internet in the last 3 months	2016			2015		2016
3c1 Banking	78%	<b>4</b>	6	81%	6	59%
% individuals who used Internet in the last 3 months	2016			2015		2016
3c2 Shopping	55%	1	17	48%	19	66%
% internet users (last year)	2016			2015		2016

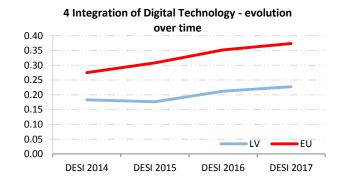
4) Integration of Digital Technology: Despite citizens' increase in eCommerce activities, very few SMEs make use of electronic sales channels. Those which do engage in eCommerce, however, make significant turnover from on-line sales.

		Latvia				
	DESI 20	17	DESI 20	DESI 2017		
	value	rank	value	rank	value	
4a1 Electronic Information Sharing	16%	28	16%	28	36%	
% enterprises	2015		2015		2015	
4a2 RFID	2.8%	21	2.8%	21	3.9%	
% enterprises	2014		2014		2014	
4a3 Social Media	11%	25	10%	24	20%	
% enterprises	2016		2015		2016	
4a4 elnvoices	19%	10	NA		18%	
% enterprises	2016		2015		2016	
4a5 Cloud	6% -	24	6%	25	13%	
% enterprises	2016		2015		2016	
4b1 SMEs Selling Online	8% -	25	8%	23	17%	
% SMEs	2016		2015		2016	
4b2 eCommerce Turnover	8.2%	17	NA		9.4%	
% SME turnover	2016		2015		2016	
4b3 Selling Online Cross-border	3.9%	24	3.9%	24	7.5%	
% SMEs	2015		2015		2015	

3 Use of Internet	Lat	via	Cluster	EU
5 550 or internet	rank score		score score	
DESI 2017	10	0.54	0.45	0.48
DESI 2016	9	0.55	0.42	0.45



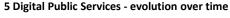
4 Integration of Digital	Lat	via	Cluster	EU
Technology	hnology rank		score	score
DESI 2017	25	0.23	0.40	0.37
DESI 2016	26	0.21	0.37	0.35

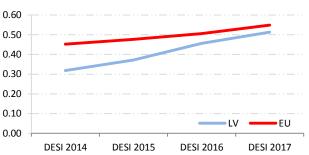


5) Digital Public Services: Latvia has progressed the most in the online provision of public services, although progress in the area of open data is slow when compared to other Member States.

		Latvia				EU
	DES	201	7	DESI 20	DESI 2017	
	value		rank	value	rank	value
5a1 eGovernment Users	38%	1	13	36%	14	34%
% internet users (last year)	2016			2015		2016
5a2 Pre-filled Forms	58	1	12	51	14	49
Score (0 to 100)	2016			2015		2016
5a3 Online Service Completion	91	1	8	85	13	82
Score (0 to 100)	2016			2015		2016
5a4 Open Data <sup>8</sup>	15%	<b>1</b>	28	10%	27	59%
% of maximum score	2016			2015		2016

5 Digital Public Services	Lat	via	Cluster	EU
5 Bigital Fubile Scrives	rank score		rank score score	
DESI 2017	15	0.51	0.59	0.55
DESI 2016	18	0.46	0.56	0.51





#### Methodological note

- <sup>1</sup> **DESI 2016** was re-calculated for all countries to reflect slight changes in the choice of indicators and corrections to the underlying indicator data. As a result, country scores and rankings may have changed from the previous publication.
- <sup>2</sup> **4G coverage**: This is a new DESI indicator measuring the average coverage of telecom operators' 4G networks.
- <sup>3</sup> Spectrum: There is a decrease in most of the Member States due to the additional EU harmonisation of the 700 MHz band in April 2016.
- <sup>4</sup> **Fixed Broadband Price**: Due to a slight methodological change, historical data was re-calculated.
- <sup>5</sup> **ICT Specialists**: Historical data have been revised by Eurostat.
- <sup>6</sup> Music, Videos and Games: Break in series due to a change in the Eurostat survey.
- <sup>7</sup> **Video on Demand**: Break in series due to a change of data source. New source is Eurostat.
- 8 Open Data: Change of data source. The historical data have also been restated. The new source is the European Data Portal.

