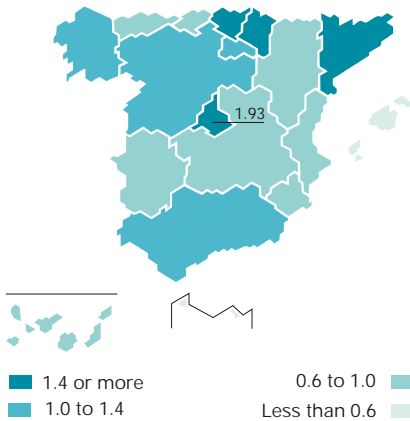




Internal R&D expenditure. 2007
% of regional GDP



Expenditure on R&D. 2007
% of GDP

Sweden (p)	3.64
Finland	3.47
Austria (e)	2.56
Denmark (e)	2.55
Germany (e)	2.53
France (p)	2.08
Belgium (p)	1.87
EU-27(e)	1.83
Netherlands (p)	1.70
Luxembourg (p)	1.63
Czech Republic	1.54
Slovenia (p)	1.53
Ireland (p)	1.31
Spain	1.27
Portugal (p)	1.18
Estonia (p)	1.14
Hungary	0.97
Lithuania	0.82
Latvia	0.63
Malta (p)	0.60
Greece (e)	0.57
Romania	0.53
Bulgaria	0.48
Slovakia	0.46
Cyprus (p)	0.45
Italy	:
Poland	:
United Kingdom	:

: not available
(e): estimated
(p): provisional

Source: Eurostat

Total internal expenditure on R&D activities. 2007

Field of operation	Millions of euros	%	R&D expenditure (% of GDP)	Annual growth rate %
Total	13,342.4	100.0	1.27	12.9
Companies and PNPI*	7,474.9	56.0	0.71	13.6
Higher education	3,518.6	26.4	0.33	7.7
Public Administration	2,348.8	17.6	0.22	19.2

* Private Non-Profit Institutions

Expenditure on R&D continues to grow

According to results from the Statistics on R&D Activities, internal expenditure on research and development reached 13,342 million euros in 2007, and 1.27% of GDP, with a 12.9% increase as compared with 2006.

The greater growth in expenditure (19.2%) was due to the Public Administration sector, though the business sector represented 55.9% of total expenditure.

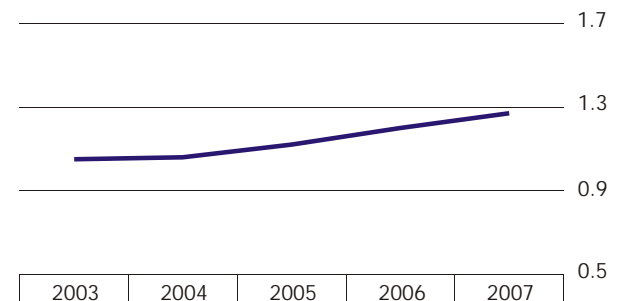
Technological innovation in companies

According to the Technological Innovation in Companies Survey, expenditure on technological innovation grew 9.4% in 2007, and reached 18,095 million euros.

23.5% of Spanish companies with 10 or more employees innovated a product or process during the 2005-2007 period. Product innovation represented 13.5% of sales for all companies.

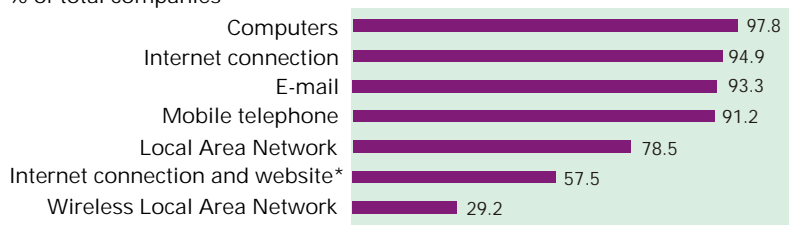
Comunidad de Madrid and Cataluña accounted for more than one half of expenditure on innovation, with 53.6% of the total.

Total internal expenditure on R&D activities
% of GDP



Use of different ICT (Information and Communication Technologies) in companies. January 2008

% of total companies



* % of total companies with an Internet connection



Widespread use of ICT in companies

94.9% of companies with 10 or more employees had an Internet connection, and 97.8% used computers, according to the Survey on the Use of Information and Communication Technologies (ICT) and Electronic Commerce in Companies 2007/08. Out of the companies with an Internet connection, 57.5% had a website, and 97.1% had a broadband connection.

14.7% of companies have employees teleworking on a regular basis

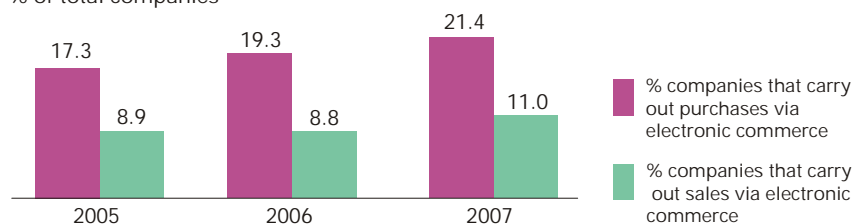
Online purchases and sales

11.0% of companies made sales via electronic commerce, and 21.4% made purchases.

The companies located in Comunidad de Madrid, Cataluña, País Vasco and Comunidad Foral de Navarra presented the greatest intensity in the use of ICT.

Companies that carry out electronic commerce

% of total companies



Online interaction with the Public Administration*. 2007

% of total companies

Finland	95
Ireland	91
Denmark	90
Luxembourg	90
Slovakia	88
Slovenia	88
Lithuania	86
Netherlands	85
Italy	82
Austria	80
Greece	78
Sweden	78
Estonia	77
Portugal	75
France	73
Czech Republic	73
Belgium	69
Poland	68
EU-27	68
Cyprus	65
Spain	64
United Kingdom	64
Hungary	60
Bulgaria	58
Germany	56
Latvia	55
Romania	39
Malta	:

: Data not available

* For companies with 10 or more employees, excluding the financial sector and the branch of electrical energy, gas and water.

Source: Eurostat