# Priorities for Education, Training and Intellectual Assets in the Knowledge Economy

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#### Intellectual Assets

- Technology and knowledge creation
- Investment in human resources
- Organizational capital and systems management

#### Key Messages

- Focus first and foremost on basic education
- Develop highly skilled people, especially in science and technology
- Foster mobility of the highly skilled

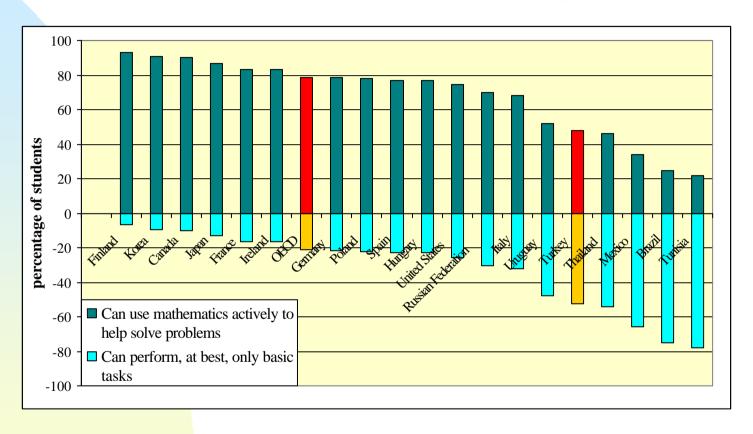
#### I. Focus on Basic Education

- Literacy and numeracy of the population at large are the foundation of the Knowledge Economy.
- Investment here has been vital to major economic success stories (e.g Korea, Ireland)

## PISA: OECD survey of 15 year-olds' skills and knowledge

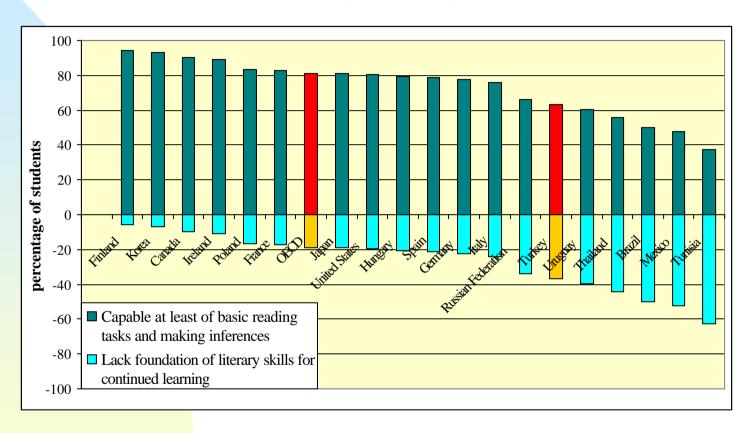
- 250 000 students in 41 countries
- Math, reading, science, problem solving
- Overall picture: Turkey has work to do to catch up with the EU

#### PISA: Student proficiency in mathematics (15 year-olds)



Source: OECD, PISA 2003 database

#### PISA: Student proficiency in reading (15 year-olds)

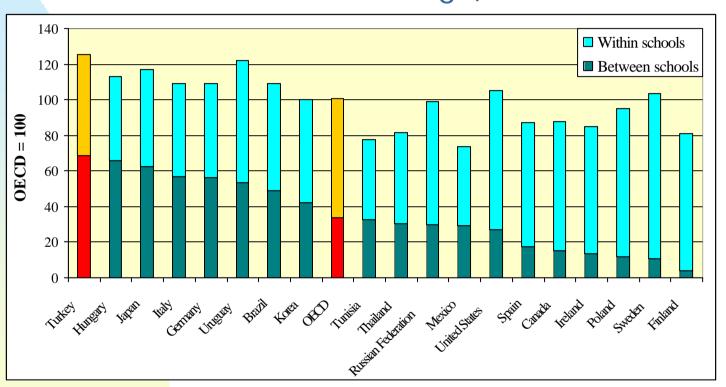


Source: OECD, PISA 2003 database

## Turkey as an outlier: highly varied performance

- Dispersion of performance high as between schools
- Dispersion of preformance within schools relatively low

## PISA: Dispersion of student performance in mathematics (variance of individual results relative to the OECD average)



Source: OECD, PISA 2003 database

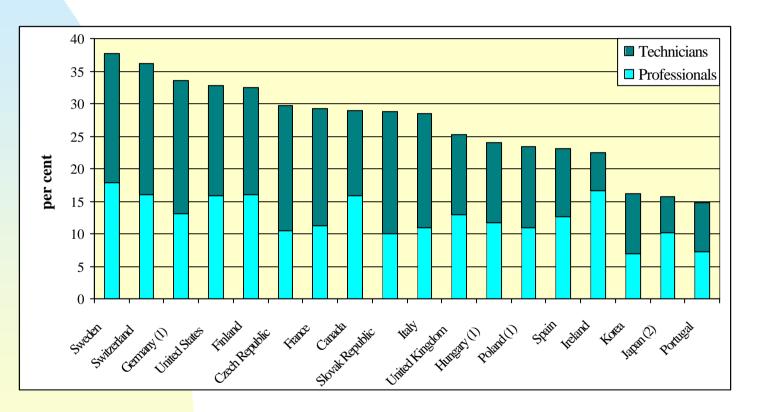
#### How to Respond?

- Target low-performing schools, not students
- Ensure an adequate teacher supply
- Early childhood education pays high returns

#### II. Develop the Highly Skilled

- They contribute disproportionately to the Knowledge Economy
- They drive productivity advance
- Science and technology are not everything but are often at root of innovation

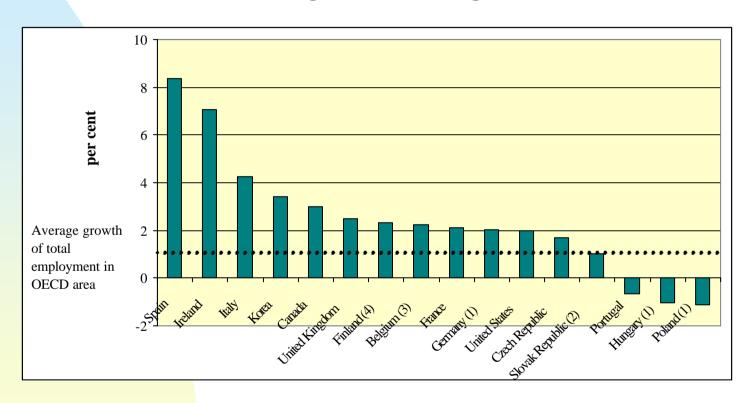
## Employment in science and technology related occupations, 2002 (per cent of total employment)



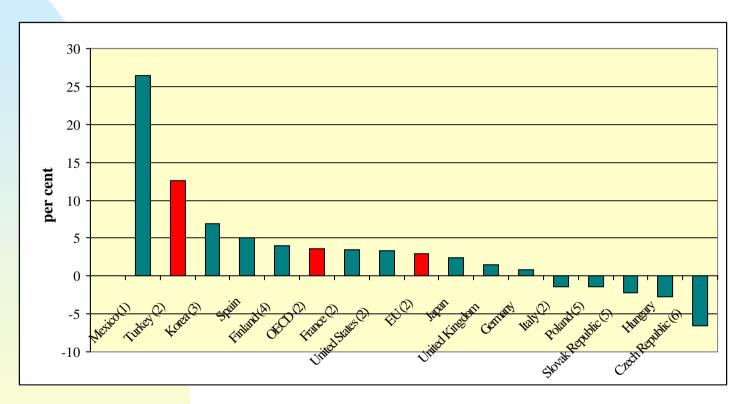
(1) 2001 (2) Data for Japan are national estimates Source: OECD Science, Technology and Industry Scoreboard, 2003

### Growth of employment in science and technology, 1995-2002

(average annual growth rate)

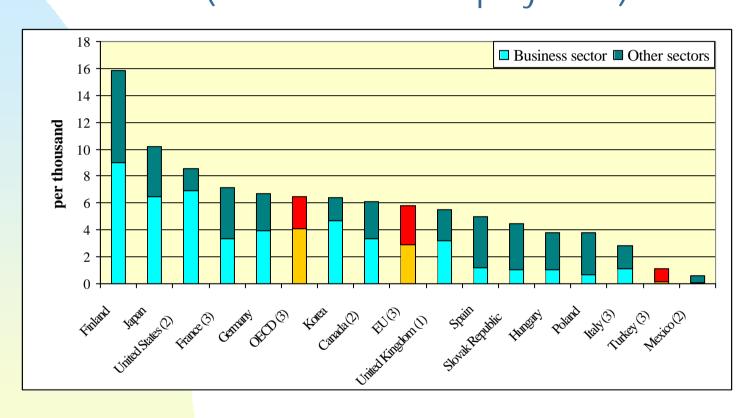


### Growth of researchers in the business sector, 1991-2001 (annual average)



(1) 1993-99 (2) 1991-01 (3) 1995-01 (4) 1997-01 (5) 1994-01 (6) 1992-01 Source: OECD Science, Technology and Industry Scoreboard, 2003

### Researchers in workforce, 2001 (share of total employment)



(1) 1998 (2) 1999 (3) 2000 Source: OECD Science, Technology and Industry Scoreboard, 2003

## Maintain and attract a good flow through entire pipeline

- Basic education to professional level
- Make science and technology atractive to students at all levels
- Industry can leverage competences and resources

#### How to Respond?

- Ensure high quality teaching to enhance student performance and enjoyment
- Adapt university curricula to modern needs
- Mobilize women, who are underrepresented in scientific fields
- Greater support for Doctorates and Post-doctorates

### III. Foster Mobility of the Highly Skilled

- Contributes to diffusion of knowledge and innovation
- Part of the education and training process
- Movement is desirable across sectors and internationally

### Brain gain / brain drain is not the issue

- Cross-fertilization of ideas
- Meet specific skill requirements efficiently
- Aim to attract return migration by earlier skilled emigrants
- Emulate Asian success in this regard

#### How to respond?

- Ensure a flexible labor market
- Provide attractive environment for research, innovation and entrepreneurship
- Career opportunities are essential
- Align with EU efforts to harmonize degree qualifications to Ph.D level