

2009 KOF Index of Globalization

Indices and Variables	Weights
A. Economic Globalization	[38%]
i) Actual Flows	(50%)
Trade (percent of GDP)	(19%)
Foreign Direct Investment, flows (percent of GDP)	(20%)
Foreign Direct Investment, stocks (percent of GDP)	(23%)
Portfolio Investment (percent of GDP)	(17%)
Income Payments to Foreign Nationals (percent of GDP)	(21%)
ii) Restrictions	(50%)
Hidden Import Barriers	(21%)
Mean Tariff Rate	(29%)
Taxes on International Trade (percent of current revenue)	(25%)
Capital Account Restrictions	(25%)
B. Social Globalization	[39%]
i) Data on Personal Contact	(34%)
Telephone Traffic	(26%)
Transfers (percent of GDP)	(3%)
International Tourism	(26%)
Foreign Population (percent of total population)	(20%)
International letters (per capita)	(26%)
ii) Data on Information Flows	(34%)
Internet Users (per 1000 people)	(36%)
Television (per 1000 people)	(36%)
Trade in Newspapers (percent of GDP)	(28%)
iii) Data on Cultural Proximity	(32%)
Number of McDonald's Restaurants (per capita)	(37%)
Number of Ikea (per capita)	(39%)
Trade in books (percent of GDP)	(24%)
C. Political Globalization	[23%]
Embassies in Country	(25%)
Membership in International Organizations	(28%)
Participation in U.N. Security Council Missions	(22%)
International Treaties	(25%)

Source:

Dreher, Axel, 2006, Does Globalization Affect Growth?
Empirical Evidence from a new Index, *Applied Economics* 38, 10: 1091-1110.

Updated in:

Dreher, Axel; Noel Gaston and Pim Martens, 2008, *Measuring Globalization*
- *Gauging its Consequence*, New York: Springer.