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# Research Background

### Embedded Infosphere

- Embedded Infosphere (EI): Internet of Things, Big Data, the Cloud, and Artificial Intelligence, working as an integrated system
- The EI has introduced a new stage in the discourse on information policy, but is not currently being sufficiently addressed
- In EI, networking and intelligence are embedded into everyday things which constantly monitor and measure our lives

Taylor, 2016

Level of informatization has already become an important indicator

Evaluation index system for measuring the level of informatization

should be updated







## Research Motivation

- Understand the research status of information evaluation system
- Establish a reasonable evaluation index system based on the Embedded Infosphere (EI)
- Analyze the status of national informatization

Put forward policy suggestions to develop informatization















## Literature Review

Traditional Information Evaluation Index System



No longer comprehensive and contemporary

Informatization Evaluation System on Emerging Technologies

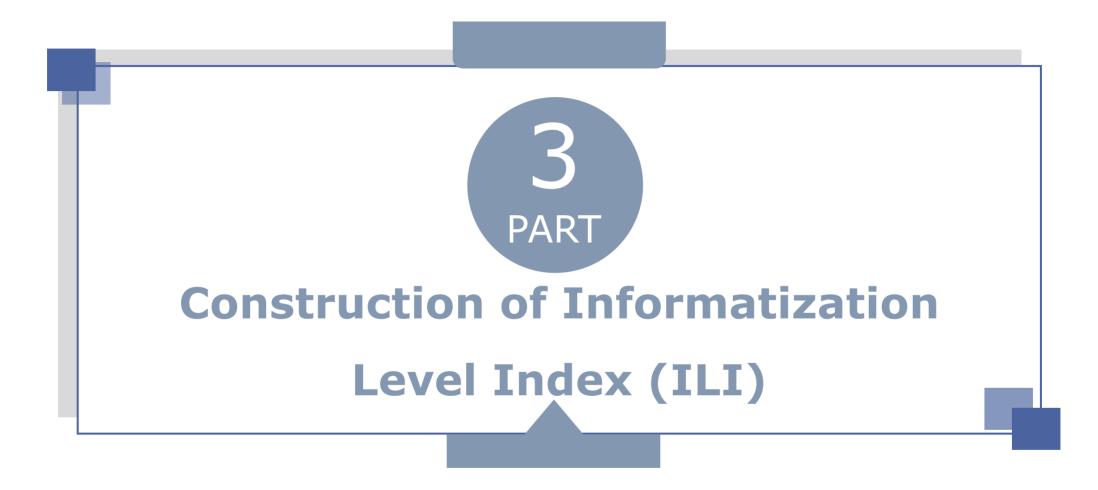


Targeted at specific industries or enterprises















## Selection of Indicators

#### Information Resources

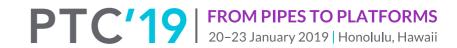
- Information infrastructure and technology applications
- Hardware foundation for implementing informatization
- Prerequisite for information transmission

## Emerging Technologies

- Industry development and technology applications about Big Data, IoT, AI, the Cloud, Mobility
- Critical for the proper and correct measurement of the current situation of China's informatization development







## Selection of Indicators

### Industrial Development

- The information industry: the main driving forces for economic growth
- The input and output obtained by the information industry
- The related professional talents: indirectly reflect the contribution of the information industry to China's social development and economic growth

#### Social Environment

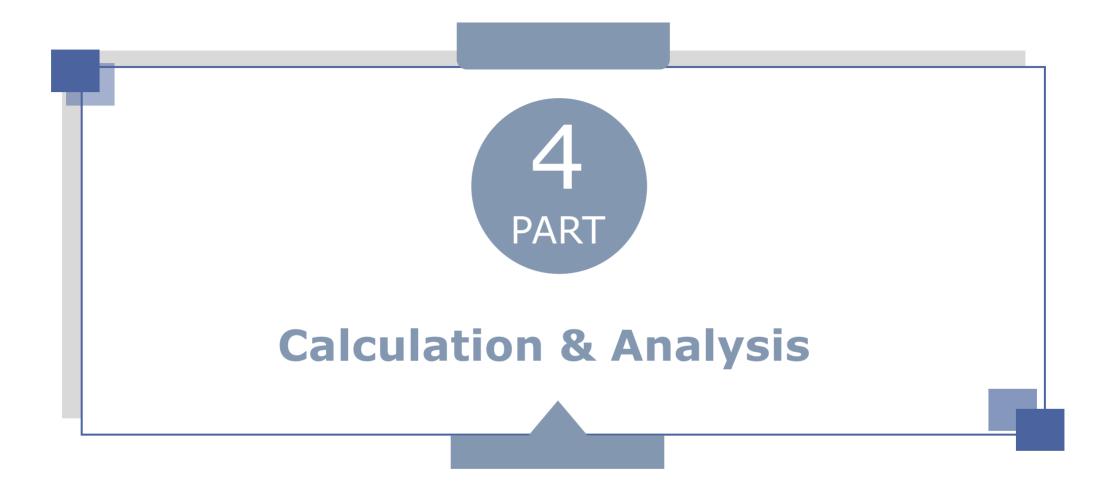
- Examine the innovation, science, education and residents' consumption
- · Indirectly affect the innovation ability of the information





## Informatization Level Index

First-Level indexes	Weight	Second-Level indexes	Third-Level indexes	Weight	
Information Resources	0.2147	Infrastructure	Fixed telephone penetration rate	0.0245	
			Mobile phone penetration rate		
			Internet penetration rate		
			Cable length per square kilometer	0.0245 0.0021 0.0130 0.0479 0.0841 0.0430 0.0854 0.0822 0.0602 0.0721 0.0526 0.1771 0.0264 0.0742 0.0210 0.0509	
		Internet Resources	Number of domain names per 100 people		
			Number of sites per thousand		
		Technological Development	Big data market size		
			Artificial intelligence market scale		
			Internet of Things market size  Cloud computing market size		
			Cloud Computing market size	0.0721	
Emerging Technologies	0.6301		Number of patent applications related to artificial intelligence per 1000 people	0.0721 0.0526 0.1771 0.0264	
		Technical Use	Per capita mobile internet access traffic	0.0264	
			Mobile Internet users		
			Enterprise cloud service industry financing round	0.0742	
Industrial Development		Input and Output	Per capita information transmission, software and information services fixed asset investment	0.0210	
	01107		Information transmission, software and information services production value as a percentage of total output value	0.0509	
	01107	Talents	Proportion of employment in information transmission, software and information services to total employment.	0.0127	
		Talcito	Average salary of employed persons in information transmission, software and information services	0.0260	
Social Environment	0.0445	Educational Investment	Per capita public finance education funding	0.0205	
Social Environment	0.0445	Consumption Level	Per capita disposable income	0.0240	





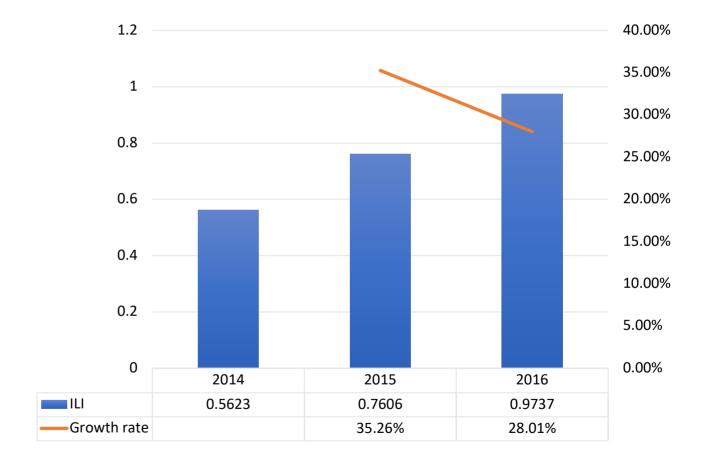




## China's ILI and Growth rate

#### From 2014 to 2016:

- The national informatization level index increased from 0.5623 to 0.9737
- The growth rate of China's informatization level index declined from 35.26% to 28.01%









## Most Increased Indicators

Ranking of the third-level indicators by the growth factor

Ranks up	Indicators	Growth multiple
1	Per capita mobile internet access traffic	3.4901
2	Number of domain names per 100 people	1.0265
3	Big data market size	1
4	Artificial intelligence market scale	0.9458
5	Cloud computing market size	0.7944
6	Internet of Things market size	0.625
7	Per capita information transmission, software and information services fixed asset investment	0.5225
8	Number of patent applications related to artificial intelligence per 1000 people	0.5119







## Contribution rate

Third-Level indexes	14-15	15-16	14-16
Fixed telephone penetration rate	-0.3444%	-0.3289%	-0.7893%
Mobile phone penetration rate	0.0018%	0.0032%	0.0061%
Internet penetration rate	0.1042%	0.0931%	0.2302%
Cable length per square kilometer	1.1832%	1.1530%	2.7428%
Number of domain names per 100 people	3.6660%	2.8909%	7.5764%
Number of sites per thousand	1.3817%	0.6648%	2.2809%
Big data market size	2.8920%	3.4743%	7.5915%
Artificial intelligence market scale	2.6894%	3.2672%	7.1088%
Internet of Things market size	1.6460%	1.8253%	4.1150%
Cloud computing market size	2.2650%	2.5210%	5.6751%
Number of patent applications related to artificial intelligence per 1000 people	2.8422%	0.2383%	3.1646%
Per capita mobile internet access traffic	7.1533%	12.8089%	24.4791%
Mobile Internet users	0.3666%	0.3936%	0.8990%
Enterprise cloud service industry financing round	5.8641%	-2.8750%	1.9753%
Per capita information transmission, software and information services fixed asset investment	0.2673%	0.2353%	0.5855%
Information transmission, software and information services production value as a percentage of total output value	2.0012%	0.8152%	3.1039%
Proportion of employment in information transmission, software and information services to total employment.	0.1110%	0.0821%	0.2220%
Average salary of employed persons in information transmission, software and information services	0.4061%	0.3496%	0.8790%
Per capita public finance education funding	0.28%	0.21%	0.56%
Per capita disposable income	0.49%	0.19%	0.75%





## Contribution rate

- Ranking of the third-level indicators by contribution rate
- The popularization and application of the Internet, Big Data, AI, IoT, the Cloud, Mobility and other related technologies have the greatest impact on China's information development

Ranks up	The most influential indicator	The least influential indicator
1	Per capita mobile internet access traffic	Fixed telephone penetration rate
2	Big data market size	Mobile phone penetration rate
3	Number of domain names per 100 people	Proportion of employment in information transmission, software and information services to total employment.
4	Artificial intelligence market scale	Internet penetration rate
5	Cloud computing market size	Per capita public finance education funding
6	Internet of Things market size	Per capita information transmission, software and information services fixed asset investment







# Impact degree

- A total of 20 indicators are divided into large impact (rank 1-6), medium impact (rank 7-13) and less impact (rank 14-20)
- The number of third-level indicators included in the classification of first-level indicators is counted
- The development of emerging technologies contributes most to the ILI in China

	Information Resources	Emerging Technologies	Industrial Development	Social Environment
Great impact	1	5	0	0
Medium impact	2	3	2	0
Small impact	3	0	2	2







# Forecast of China's Informatization Development

- The gray system model
- Predicted ILI of **2017** is about 1.235597, with a growth rate of 26.90%
- The informatization of China has maintained a stable development
- a) Accumulated sequence  $X^{(1)}$  once from the original data sequence  $X^{(0)}$

	2014	2015	2016
$x^0(i)$	0.5623171	0.760614	0.973694
$x^1(i)$	0.562317	1.322931	2.296625

c) Model calculation results and actual values

	Model calculation values	Actual values	Residual	Relative error
	$\hat{\mathbf{x}}^{(0)}(i)$	$x^{(0)}(i)$	E(i)	e(i)
i=2	0.756052	0.760614	0.004562	0.005998
i=3	0.966528	0.973694	0.007167	0.007360

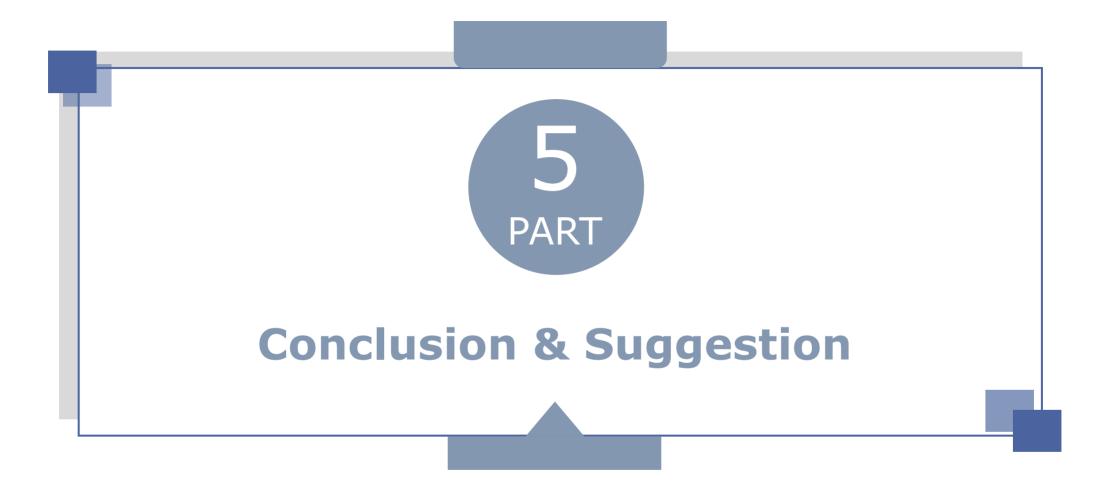
a) According to the time response equation, calculate the fitted value  $\hat{\mathbf{x}}^{(1)}(i)$ ,

$$\hat{x}^{(1)}(K+1) = \left[x^{1}(1) - \frac{\hat{u}}{\hat{a}}\right]e^{-\hat{a}k} + \frac{\hat{u}}{\hat{a}} = 2.715819e^{0.2456k} - 2.153502$$

d) Let K = 3, get: 
$$\hat{x}^{(1)}(4) = 2.715819e^{0.2456*3} - 2.153502 = 3.520494$$
 
$$x^{(0)}(4) = 1.235597$$













## Conclusion

- Informatization level: rising, the growth rate: decreasing slightly.
- Mobility, Big Data, AI, the Cloud, and IoT have contributed the most to improving the informatization level index.
- Promotion of emerging technology and education is more beneficial for improving national informatization level.





## Policy and Suggestion

#### (I) Adjust the focus of information infrastructure construction

- The basis for all information transmission, exchange and sharing
- To fully realize the overall benefits of informatization

#### (II) Strengthen support for emerging information technologies and industries

- People's attention to emerging information technology has been increasing
- Emerging technology-related industries: main driving forces for promoting social progress and economic growth

#### (III) Focus on talent training and increase investment in education

- The cultivation of informatization talents is the key
- Decides the development speed and quality of other elements of informatization construction
- Determines the future potential of the information industry







# Thanks for listening

**Q** & A



