UNITED NATIONS CONFERENCE ON TRADE AND DEVELOPMENT

# STRENGTHENING THE CREATIVE INDUSTRIES FOR DEVELOPMENT in the Republic of Korea



Empowering small and medium-sized enterprises, jobs and sustainable development



UNITED NATIONS CONFERENCE ON TRADE AND DEVELOPMENT

574

# STRENGTHENING THE CREATIVE INDUSTRIES FOR DEVELOPMENT in the Republic of Korea



Empowering small and medium-sized enterprises, jobs and sustainable development



#### Notes

Material in this publication may be freely quoted or reprinted, but acknowledgment is requested, together with a copy of the publication containing the quotation or reprint to be sent to the UNCTAD Secretariat.

All references to Korea in this paper are related to the Republic of Korea.

For further information on the Creative Economy Programme and its activities, please visit: unctad.org/creative-economy.

This is an unedited publication.

UNCTAD/DITC/TED/2017/4

### **Executive Summary**

This report was prepared with the purpose of making a policy review and analysis of the current status of the creative economy in the Republic of Korea, an economy that aims to champion the value of innovation, creativity and entrepreneurship across society and globally. This transformation requires the commitment both from government and private sector to lead change towards a new economic and social model where creativity and innovation are at the center of development.

The Republic of Korea has been successful in investing in its people and its talents. It is now investing in the potential for the youth to be great entrepreneurs.

We hope that this report will be useful to developing countries and encourage them to look into new growth opportunities and sustainable development based on creative new industries.

There is no one single model for success in the creative economy. What really matters is what can be achieved by developing and investing in a creative and innovative economy, new jobs, new export opportunities and a more inclusive society.

The Creative Economy report for the Republic of Korea is structured in five chapters.

Chapter 1 gives a general introduction of the country's economic growth and success and the reasons for a shift to a new economic model and the creation of new jobs.

Chapter 2 introduces the creative economy promotion strategy of the Republic of Korea that utilizes its science, information and communications technology capacity, all of which are the country's strengths. Whilst addressing strategic added value.

Chapter 3 addresses the government strategy which is oriented to promoting small and mediumsized industries and start-ups, particularly in the creative content industries.

Chapter 4 describes the 'creative economy valley' which is a government driven strategy to support the 'convergence of science and technology with industry, the fusion of culture, and industry and creativity and entrepreneurship.

Chapter 5 provides conclusions and recommendations for future steps .

# Acknowledgements

This report was prepared by the Creative Economy Team in UNCTAD.

The main research was carried out by Seung Ryul LEE with contributions from Bonapas Onguglo, Lucas Assunçao and Carolina Quintana.

We are grateful to Mr. Lee Jogwoo from the Creative Economy Planning Division under the Ministry of Science, ICT and Future Planning (MSIP) in the Republic of Korea for their contribution to this report.

Editorial comments were made by Rene Kooyman and Sem Houben.

# Creative Economy in the Republic of Korea

1. GENERAL INTRODUCTION	
2. CREATIVE INDUSTRIES POLICY REVIEW6	
2.1 INSTITUTIONAL FRAMEWORK AROUND THE CREATIVE ECONOMY       6         2.2 CREATIVE ECONOMY POLICIES.       7         2.3 ORGANIZATIONS OF THE PROFESSIONAL SECTOR       10         2.4 PUBLIC PROMOTION AGENCIES       11         2.5 INTELLECTUAL PROPERTY RIGHTS       13         2.6 TRADE       17         2.7 ENTREPRENEURSHIP AND THE SMES       21	
3. SECTOR-SPECIFIC OVERVIEW	
3.1 GAMING INDUSTRY       24         3.2 HALLYU       25         3.3 CREATIVE ECONOMY TOWN       28         3.4 CREATIVE ECONOMY CONFERENCE       29         3.5 DESIGN       30         4. CENTERS FOR CREATIVE ECONOMY AND INNOVATION (CEEIS)       31	
5. CREATIVE ECONOMY VALLEY	
6. CONCLUSIONS AND RECOMMENDATIONS	
ANNEX 1: COUNTRY PROFILE OF THE REPUBLIC OF KOREA	
ANNEX 2: PRESS RELEASE BY THE KOREAN GOVERNMENT	
ANNEX 3: RESEARCH BY HYUNDAI RESEARCH INSTITUTE45	
ANNEX 4: PROTOCOL ON CULTURAL COOPERATION BETWEEN THE REPUBLIC OF KOREA AND THE EUROPEAN UNION	
7. REFERENCES	

## **Tables**

- Table 1.
   The Creative Economy Action Plan 2013 of the Republic of Korea
- Table 2.Trade in creative goods of the Republic of Korea, 2009-2014
- Table 3.Top 10 partners in creative goods trade of the Republic of Korea , 2007-2014
- Table 4.Trade in creative services of the Republic of Korea, 2007-2012

### Figures

- Figure 1. Overview of the Creative Economy in the Republic of Korea: Ministry of Science, ICT and Future Planning
- Figure 2. IP Filings and Economic Growth, WIPO, 11/2016
- Figure 3. Industrial Design Registrations
- Figure 4. Five leading export items and export amounts of the Republic of Korea
- Figure 5. Trade in creative goods of the Republic of Korea, 2007-2014
- Figure 6. Total scale of the domestic game market and growth rate trends, 2005-2014
- Figure 7. Exports of Contents Industries<sup>1</sup> (millions USD) and Annual Growth Rate (%) of the Republic of Korea
- Figure 8. Trade balance in personal, cultural, and recreational services<sup>2</sup> of the Republic of Korea (in millions of USD)
- Figure 9. Hallyu's effect on the national economy (millions USD, thousand)





https://www.yunbaogao.cn/report/index/report?reportId=5 9310