# <u>Speech: Artificial Intelligence from</u> <u>Alan Turing to the Industrial Strategy</u>

Thank you, Stephen [Carter], for the introduction. Your work as a board member at BEIS has been of huge value, as has your contribution to this industry and many other spheres of public life.

It is fantastic to be here at the world's largest AI Summit for businesses, which now in its third year is going from strength to strength. Quite apart from the range and reputation of our sponsors, the 10,000 visitors expected over the two days is testament to just how engaged and passionate the AI community is.

Almost 70 years ago to this day, in July 1948, just 15 miles upriver from here, a document (I have a facsimile here to show you) landed on the desk of the National Physical Laboratory – then, as today, the UK government's leading research lab – that would be my nomination for the greatest research report ever written. The title: "Intelligent Machinery". The author: Alan Turing.

It is breath-taking in its vision, confidence, intellectual fizz and prescience. I recommend all of you interested in AI to read it.

Alan Turing had discovered brilliant theoretical results in logic at Cambridge. Then, during the war, in pursuit of an overwhelmingly important national mission, he had become the most brilliant and innovative codebreaker, not only building machines, but also a team that continues to be legendary. At Bletchley Park, high theory merged with wires, transistors and solder to crack urgent real-world problems.

Then after the war the National Physical Laboratory recognised the extraordinary winning combination of practical, theoretical and human intelligence in the person of Turing and set him on his future path of building machine intelligence.

And here we are today, in direct descent, with a renewed understanding that the momentous potential of the AI and data revolution will bear full fruit when all of us — brilliant scientists, businesses as setters and solvers of real-world problems, investors as risk-takers, and government, as enabler, coordinator and partner, all come together.

That is why I have developed our country's <u>Industrial Strategy</u>, and I am very pleased that many of the companies and institutions in the room today have come together to define an AI Sector Deal with government — it is just the start of a deep and rich relationship, and already it has committed over £1 billion in investment.

The changes that AI is bringing are epochal.

There aren't many moments in human history when a technology turns up that

changes everything. Agriculture ... the wheel ... the printing press ... then steam, chemicals, oil, electricity; then the micro-processor. And we are living through one of those moments now. In 2017, when the London-based DeepMind beat Ke Jie, humanity's best Go player, a symbolic date entered the history books.

So why is AI quite so revolutionary?

Because previous technological revolutions discovered specific ways to improve human lives; this revolution has discovered automatic ways of discovering more. Thus the power to improve the lot of humanity is unprecedented.

No wonder there are "Singularity-mystics" in California who believe this is taking us rapidly towards Starship Enterprise. Well … I'm certainly all for the "Enterprise" bit, even the starships of our space program, but I'm not sure about the singularity. An instance, perhaps, of the British pragmatism, empiricism and understatement that has proved its worth in science and business.

The extraordinary transformations this implies are not pie in the sky, they're not "flying cars tomorrow". They are happening, as attested by so many of the amazing ways that the businesses in this room are already using AI.

Whether it is Professor Rose Luckin making a robotic teaching assistant that takes the drudgery out of routine marking and administration ...

or Rolls Royce — I look forward to hearing from Neil Crockett their Chief Digital Officer — building autonomous ships …. Whether it's Improbable — our latest UK -bred unicorn (\$500m raised from Softbank. congratulations!) building the most sophisticated general purpose simulations of reality ever seen …

Memrise, a language learning app who I heard just yesterday had raised £11.5 million ... or indeed Quantaxa, harnessing the value of huge databases to combat financial fraud

Whether it's RAVN automating the dullest aspects of document control in a complex corporate legal process — no offence taken, I hope, from any lawyers in the room for the suggestion that not every aspect of the job is scintillating ...

or a composer automating the orchestration of their latest symphony ...

Whether it's Babylon — the UK-developed health triage robot revolutionising front line access to health in Rwanda ... or Darktrace, the AI-powered security company that is already used by 5000 global businesses to keep their networks secure ...

I am genuinely in awe of the range, the creativity, the power, of what you in this room are doing and building.

And the more I find out about how this technology works — how reinforcement learning in complex networks rewards one parameter or downgrades another — the more I am struck by the parallels between the economy — that somewhat complex system whose long-term health my department has much of the responsibility for — and an AI system.

Indeed, at the same time as Turing was writing in Teddington, Hayek, the Nobel prize winning economist who made London his home for many years was in his office at the LSE, just 6 miles away from where we stand, working on his theory of the economy as a massively parallel social computer; individuals, companies and entrepreneurs were nodes that were endlessly locally optimising and feeding information to neighbouring nodes.

So in a sense, we are all involved in an enormously complex large-scale network optimisation. Our Industrial Strategy is a crucial piece of that optimisation. We need to upgrade our economy – version 4.0 – for the great transformation that is coming, and we approach this task in the spirit of intelligent designers.

We have set ourselves the grand challenge of putting the UK at the forefront of the AI and data revolutions. The Prime Minister has announced our "moonshot" mission of using AI-powered early diagnostics to revolutionise cancer treatment in this country, with 20,000 more 5-year survivors by 2030. I hope that many of you in this room will be involved in reaching our ambition to increase survival probabilities for common cancers.

But the opportunities of AI run deep throughout our Industrial Strategy.

Taking each of the 5 foundations in the Strategy:

## Ideas

• We are spending an additional £7 billion in public R&D over five years – the greatest real-terms increase of any UK government ever

## Skills

 We are investing in the deep skills that are needed, supporting our world-class universities throughout the country to build on their strengths – London and Edinburgh for pure AI and computing; Queen's University Belfast in cryptography, Birmingham and Liverpool in medtech – to name just a handful. And thanks to our new funding, 1000 more researchers every year will be studying for an AI-related PhD

### People

• I'm very pleased to be able to announce today that our AI Masters Programme, a central plank of the AI Sector Deal, has brought together the British Computer Society and the Turing Institute with leading universities, and businesses like Ocado, Amazon and Rolls Royce, and will start work in July

# Infrastructure

• Anywhere access to top quality digital networks is vital to support the development of the AI and data driven economy that we are committed to. Currently superfast broadband is available to 91% of UK premises, and by 2025 15 million premises will have full-fibre

## **Business Environment**

• I have asked the regulators of the sectors that many of you here are busy disrupting to build on the sandbox concept to find imaginative ways to be innovator-friendly

# Places

- our densely connected network of global top 100 university cities and towns creates thriving places in which workers find the jobs of the future and firms find the skilled, creative and confident workforce to build it
- indeed, TechNation's 2018 report published just last month, described a network of more than 3,500 tech meeting up groups throughout the UK, with over 1.6 million individual members. And to underline the fact that tech doesn't just live in London these groups meet up in 283 locations across the country

AI is at the centre of a thriving digital tech sector now worth £184 billion to the UK economy. Tech-related investments in Britain surged nearly 90% last year, more than in France, Germany and Sweden combined.

This investment and growth is a tribute to the intellectual creativity which is such a key part of what we offer to the world. When it comes to Nobel prizes in the Sciences, we come second only to the USA. But we have 50% more Nobel prizes per head of population than the USA. When it comes to universities in the global top 100, we come second only to the USA. But we have a whopping 2200% more of them per square mile than the USA.

Why does this matter so much? Because innovation, creativity, thriving lives and thriving places all go with dense networks and connections. In many ways, innovation is like a chemical reaction: the concentration of inputs matters. And indeed, the facts bear this out — with less than 1% of the world's population, our universities account for 16% of the world's most-cited academic articles. That excellence leans on geography and language and the warm welcome we have always and will always extend to talent from all over the world. But it also rests on the key organisational foundations for good research: openness, curiosity, independence, and strict academic meritocracy.

A change as momentous as this needs not just Sectors, Industries, Universities and Localities to work together — as if that were not already a huge task. Government needs to ensure that the whole country understands and supports the great changes ahead.

Remember for a moment the Luddites. They often come up as the group that was on the wrong side of history, dinosaurs. They were that, but they were also skilled artisans, ordinary people frightened for their future place in society. Today we know their fears were unjustified — that we have never had more demand for good, skilled jobs than when the machines have taken the grunt out of human work. And it will be the same again: AI and automation will raise the demand for the most human work; and the government, with business and educational bodies, will deliver the institutions that allow everyone to develop their skills.

It is not only as workers that some are fearful. Take our lives as consumers, for example: personalised pricing, technology designed to be addictive, our data being used against our interests.

Let me give an example that might appeal to those of you who have flown in for this event on an economy airline. If you travelled with a family member, bearing the same surname, did that airline's booking system automatically place you together? Or did it automatically place you in non-adjoining seats, to try to extract from you a premium payment for the 'privilege' of travelling together? On such questions will the trust of customers be won or lost. Once again, government's role is to bring forth an environment in which companies treat customers with the respect they deserve, not use data and digital technology to exploit them. Our <u>Consumer Green Paper</u>, published in April, has started this conversation.

Shifting social understandings and practices — we have done this well before. Think of the way that we've been able to build popular support for stem-cell research. We are doing the same thing around the use of data and algorithms by establishing the Centre for Data Ethics and Innovation, with the goal of developing a new national consensus around data and AI. I am delighted that Roger Taylor was this morning announced as chair of the Centre. Roger founded Dr Foster and understands how innovative use of data can deliver huge benefits for service users.

Take just one example of what I mean. We have our mission to massively improve diagnostics with AI. Our side of the deal to achieve this is to provide funding, for sure. But even more valuable, it is to allow secure access to the resource that is our NHS data. For this, we need the public to trust that the power this unleashes will be well used to help us live longer, healthier lives.

Our democracy and institutions have the pragmatism, legitimacy and flexibility to rise to the challenge of bringing the whole country behind these momentous transformations.

And this, of course, is a sense in which our task in creating this better future is in fact different from the task of optimising an algorithm: the ultimate object and purpose is always enhancing human capabilities.

Let me come back to Alan Turing's extraordinary research proposal. When describing social intelligence, a form he does not think he can automate, he writes: "the search for new techniques must be regarded as carried out by the human community as a whole". The power of the AI transformation for good is immense. We, here today, bring together all the skills and functions to succeed in this most important of tasks — to search these new landscapes for the good, to echo Turing's words, of "the human community as a whole".

Together, we will build the talent, invent the tools, solve the big problems of humanity, and align all this with the public good.

To work, colleagues!

# <u>Press release: Huge boost to UK's data</u> <u>capability as big business backs</u> world-first AI talent scheme and chair <u>of data ethics and innovation centre</u> <u>is confirmed</u>

The plans are part of a package to boost the UK's data capability being unveiled by the Department for Digital, Culture, Media and Sport, which also includes:

- Confirmation that Roger Taylor will chair the Centre for Data Ethics and Innovation;
- The launch of a <u>consultation</u> on the Centre's remit and a search for the team to run it;
- New plans to develop a National Data Strategy to unlock the power of data in the UK;
- Measures to increase the UK's leading role in the ethical use of data in the public sector;
- £350,000 to help Internet of Things (IoT) innovators and the emerging technology sector;
- The South West being selected as one of two areas designated as a <u>Digital Skills Pilot Area</u>, with the establishment of a new Digital Skills Partnership to build a thriving digital economy in the region.

The work follows the Government's £1 billion artificial intelligence sector deal, announcement of its modern Industrial Strategy, and new figures published this week by Dealroom and Tech Nation showing the UK's track record of producing successful tech companies. Forty per cent of Europe's unicorns – \$1 billion-plus tech companies – are based here.

Digital Secretary Matt Hancock said:

We're already recognised as the number one country in the developed world in readiness for AI and we are working flat out to keep hold of that crown.

With Roger Taylor at the helm of our new Centre for Data Ethics and Innovation, plans to train the top-tier tech experts of tomorrow and a commitment to develop a new National Data Strategy, we will continue to be Europe's digital dynamo and the place to start and grow a digital business.

Julian David, CEO of techUK, said:

Today's announcement is more evidence of the Government's commitment to keep the UK at the forefront of innovation in AI. In building a world-leading framework for digital and data governance, the UK can be a pioneer in the development of responsible AI.

We are pleased to see the Centre for Data Ethics and Innovation start to take shape. Industry stands ready to support Roger Taylor in his new role and the consultation process announced today. The Centre has a crucial role to play in creating the right environment for industry, academia, civil society, regulators and policy makers to consider how best to ensure ethical decision making is at the core of all implementations of AI.

techUK also welcomes the investment and commitment made by industry and Government in the new industrial masters programme. Building the next generation of UK AI talent is vital to securing the UK's AI future.

These announcements come as the Government also confirms:

- A new Start-Up Visa for entrepreneurs to launch in Spring 2019. This will replace a visa route which was exclusively for graduates, opening it up to all business people.
- A new £2.5 billion Patient Capital Fund to open for business to support UK companies with high growth potential to access long-term investment to grow and go global.

- Two new Tech Hubs launched in Brazil and South Africa. UK companies will be paired with overseas innovation through these hubs, to develop skills, capability and business networks in these markets, and facilitate partnerships.
- The opening up of the Ordnance Survey's valuable geospatial data to small businesses for free to boost competition in the digital economy.

## Further Information:

#### AI masters programme

The new industrial masters programme for artificial intelligence will see the British Computer Society and Alan Turing Institute partner with universities and major corporations to boost the numbers of highly qualified experts and help give the UK's tech industry the talent it needs to thrive in the future.

The scheme responds to recommendations made by Professor Dame Wendy Hall and Jérôme Pesenti in their independent review into growing the UK's AI industry as part of the Government's Digital Strategy.

Hall and Pesenti called for top-tier programmes developed with industry to meet the needs of employers and conversion masters degrees for students not studying computing or data science.

Work to develop the programme will begin in July with an ambition for it to launch in 2019.

Doug Gurr, UK Country Manager, Amazon, said:

For 20 years, we have been in the UK thanks to the great talent and strong culture of innovation across the country. So we welcome the new AI Masters Programme as an important commitment to developing and enhancing the skills needed to boost productivity and maintain the UK's competitiveness on the global stage.

Nicolaus Henke, senior partner and head of McKinsey Analytics and Chairman of QuantumBlack, said:

We depend on a diverse, global talent pool to power our ability to deliver impact to our clients. We grow where we can find the best talent, and we are committed to helping develop talent in the markets where we operate.

We're excited to support the AI Masters Programme in their efforts to enable distinctive candidates in the fields of medicine, business, law, and social sciences to develop and apply the critical skills needed to bring AI to their fields. We believe strongly that by developing a cadre of "translators" we will enable these fields to harness the full potential of analytics and artificial intelligence in the pursuit of their missions.

Thomas Lee-Warren, chief technology officer, R2 Data Labs, Rolls-Royce, said:

The opportunities and developments in Artificial Intelligence are moving ultra-fast. At Rolls-Royce we believe that collaborating with the UK Govt, leading universities & the Alan Turing Institute, to establish an AI Masters Programme that drives diversity and inclusiveness, will further strengthen our reputation as a worldleading adopter of AI technologies and the UK as a global centre of excellence for data science and AI.

Paul Clarke, Chief Technology Officer, Ocado, said:

When it comes to disruptive technologies, AI really is the "one to rule them all". That's why the government's AI Sector Deal is so important for the UK's future competitiveness, productivity and prosperity.

Realising this opportunity means feeding and maintaining the digital literacy and skills pipeline that stretches from primary school, through tertiary education and on to lifelong learning; the new AI Masters programme is an important new section of this pipeline.

#### Centre for Data Ethics and Innovation

Roger Taylor will lead the new Centre, which is core to the Government's Digital Charter and desire for the UK to lead the world in innovation-friendly regulation that boosts the tech sector and provides stability for businesses.

The centre will promote safe, ethical and innovative use of data. It will put the UK at the forefront of global efforts to seize the opportunities of artificial intelligence.

A <u>consultation</u> on the Centre's role, objectives and activities has been launched today alongside a search for the team with the skills and expertise to run it.

Roger Taylor, new chair of the Centre for Data Ethics and Innovation, said:

I am delighted to be appointed as the first Chair of the Centre for Data Ethics and Innovation. I'm looking forward to setting up the Centre and working with the board to ensure that powerful datadriven technologies are deployed in the interests of society. The Centre has an ambitious and important role to play in making sure we harness the full benefits of data and artificial intelligence and I am pleased to play a central role in shaping its work during this early and critical phase.

#### National Data Strategy

The Prime Minister has also today asked the Digital Secretary Matt Hancock to produce a National Data Strategy to unlock the power of data in the UK economy and government, while building public confidence in its use.

The UK has a strong record on data and this move will build on the UK Digital Strategy, Digital Charter, Industrial Strategy and Grand Challenges to break new ground on data.

### Data Ethics Framework

Government work in this area includes leading the global debate on how data should be used in the public sector. Following the recent expansion of data policy in the Department for Digital, Culture, Media and Sport, a new Data Ethics Framework has been launched to make sure the UK Government sets the highest global standards for how public servants should use data appropriately and provide first-rate evidence for policy and service design.

The scheme is the only effort by a national government to discuss the considerations public servants should make when using data to inform policy and service design.

Luciano Floridi, professor of Philosophy and Ethics of Information at from the Oxford Internet Institute, said:

The Data Ethics Framework [] is a timely and very helpful step forward in how government and the public sector can use data in ways that are ethically preferable. It is grounded in actual practices and in the core values of the [Civil Service Code:[] integrity, honesty, objectivity and impartiality. And it provides clear advice about how to deliver data-based solutions for social good. DCMS should be commended for such an excellent initiative.

Michael Veale, researcher in responsible public sector machine learning at University College London, said:

Aligning advanced government data science with public values can't be done with a simple recipe or static "best practice". It needs a creative, inclusive and rigorous process. To my knowledge, the UK Government Data Ethics Framework is the first document in the world which places this at its heart, drawing together design principles, core questions and caveats, and the key social, legal and technical dimensions—all within the realistic contexts of those designing, maintaining and overseeing systems on-the-ground. Data science needs and priorities within the public sector are so different than other domains that knowledge of how to do this well has to be invented in-house, not imported. The framework connects issues ranging from procurement and reproducibility to algorithmic fairness and accountability, and is the document all government data scientists should be given on day one.

### **Digital Catapult**

DCMS is also providing £350,000 funding to the Digital Catapult's work to help Internet of Things (IoT) innovators and the emerging sector. The investment will link up IoT projects in the UK, helping people benefit from connected devices and technology safely. It will showcase the UK as an international leader in these fields.

### ENDS

## Notes to editors

- The Minister for Digital and the Creative Industries Margot James will also today (Wednesday 13th June) host the annual UK-Korea Creative Industries Forum with Korea's Vice-Minister of Culture, Sport and Tourism, Roh Taekang, at the British Library to discuss future collaboration in AI, immersive tech and gaming. An agreement between the UK and Korean governments will be signed setting out how the two nations will work together on innovation to support jobs and growth.
- The British Computer Society is the recognised institute for IT professionals and the key accreditor for computer science degrees. Working with a range of other institutes and accreditors, the BCS will consult widely on the requirements and opportunities for delivering a Masters Programme to provide industry the skills and qualifications it needs.
- Roger Taylor was the co-founder of Dr Foster, a provider of healthcare data management and analysis, and helped grow the organisation from a start-up to an international business.
- He was also founder and former Chair of the Open Public Services Network at the Royal Society of Arts, producing a series of publications on transparency and user engagement in public services.
- He has extensive experience leading advisory bodies, including Ofqual.
- He was also founder and former Chair of the Open Public Services Network at the Royal Society of Arts, producing a series of publications on transparency and user engagement in public services.

- He is well placed to establish the Centre as a credible and authoritative source of advice on the governance of data and AI.
- Expression of interest for the Centre for Data Ethics and Innovation board will be published <u>here</u>.

# <u>Press release: Change of Her Majesty's</u> <u>High Commissioner to the Federal</u> <u>Republic of Nigeria</u>

2014 to present Harare, Her Majesty's Ambassador 2013 to 2014 FCO, various specialised projects including in Crisis Management Department, and as additional Deputy Head of Mission in Moscow 2012 to 2013 Helmand, Head of Mission and NATO and UK senior civilian representative 2009 to 2012 Ministry of Justice, Director, Human Rights and International 2006 to 2009 Khartoum, Head, Department for International Development (DFID) 2005 to 2006 DFID, Head, International Division Advisory Department 2001 to 2005 Cabinet Office, Deputy Director, Prime Minister's Strategy Unit 2000 DFID, Globalisation White paper team 1999 to 2000 DFID, Head, Eastern Europe, Western Hemisphere Policy Department 1996 to 1998 DFID, Team Leader, European Union and International Economics Policy Department 1995 to 1996 Cranfield University, MBA Course 1994 to 1995 DFID, Economic Adviser, Latin America, Caribbean and Atlantic Department 1993 to 1994 UN Mission in Somalia, Head, UN Development Office 1992 to 1993 Overseas Development Administration (ODA), Economic Adviser, Aid Policy Department 1990 to 1991 ODA, Assistant Economist, British Development Division East Africa 1989 to 1990 ODA, Assistant Economist, West Africa Department 1986 to 1989 Botswana, Planning Office in Ministry of Works, Transport and Communications

# <u>Press release: Hooligans blocked from</u> <u>going to World Cup</u>

More than 1,200 troublemakers with a history of football-related disorder have been blocked from going to the World Cup after a joint operation by police and the Home Office.

The Football Banning Orders Authority (FBOA) – part of the Home Office – ordered 1,312 banned individuals who hold a passport to surrender it to

police on Monday 4 and Tuesday 5 June.

The latest figures released today (Wednesday 13 June) show that forces in England and Wales have accounted for 1,254 passports.

This represents 96% of the people currently subject to football banning orders who hold a passport. Police will continue to root out the small number of outstanding passports throughout the tournament.

Police will hold the passports until the World Cup final on 15 July.

Forces throughout England and Wales have carried out enforcement action against banned individuals who failed to surrender their passports. This will continue throughout the tournament.

Minister for Policing and the Fire Service Nick Hurd said:

The World Cup is a festival of football and is no place for violence or disorder. The UK's system of football banning orders is unique and means that people intent on causing trouble in Russia will instead be staying at home. I'm grateful to police forces for taking the necessary enforcement action to ensure that these thugs won't be able to ruin the tournament for real fans.

Football-related arrests have fallen to an all-time low since the introduction of football banning orders in 2000.

Football banning orders are imposed by courts and can last for up to 10 years. Breaching a banning order is a criminal offence and can result in a fine of up to  $\pm 5,000$  and a six-month prison sentence.

In addition to the banning orders, police will be deployed at major UK ports during the World Cup to stop known troublemakers from travelling to Russia before and during the tournament. Officers will identify people likely to become involved in football-related disorder and stop them from travelling to Russia.

A UK policing delegation will travel to Russia, at the host country's request, to work with their local counterparts to assist in ensuring a safe and trouble-free tournament for England fans.

Deputy Chief Constable Mark Roberts, the National Lead for football policing, said:

Over the past 30 years the UK has made steady progress in eradicating the behaviour of those intent on engaging in footballrelated violence and disorder. Ahead of the World Cup, a comprehensive policing operation has been in place across the country to account for passports of those on banning orders, which has once again seen only a handful of those outstanding. The legislation used for banning orders is the most effective of its kind, and affords us the ability to ensure the vast majority of England supporters travelling to Russia are genuine fans who simply want to enjoy the tournament.

Around 10,000 people are expected to travel from the UK to Russia to attend the World Cup.

The Foreign and Commonwealth Office (FCO) will be providing up-to-date advice for fans in Russia throughout the tournament. The latest information can be found at the FCO's Be on the Ball website.

### Notes to editors

- For media enquiries, contact the Home Office Press Office 0207 035 3535
- Read the <u>latest FCO travel advice for Russia</u>
- 327 banned individuals do not hold passports. They are not required to report to police
- The Football Spectators (2018 World Cup Control Period) Order 2017 establishes a control period for the tournament that commences on 4 June (10 days before the first match) and concludes on 15 July (when the last match in the tournament is played)
- The control period empowers the FBOA to issue reporting notices to individuals subject to banning orders requiring them to surrender their passports ten days before the first match in the tournament. Passports can be collected on the last day of the tournament
- Failure to comply with a reporting notice is an offence. The maximum sentence on conviction is a six-month custodial sentence, or a fine of up to £5,000, or both. The court may also impose a further preventative football banning order
- The control period empowers police to intercept, detain and, where appropriate, prevent from travelling, any individual who has previously caused or contributed to violence and disorder provided the individual is assessed by the police as continuing to pose a risk. This prompts a banning order court hearing within 24 hours

# <u>Speech: The future of UK-Vietnam</u> <u>trading relationships</u>

I'd like to firstly welcome Vice-Minister Vuong here to the UK: I'm looking forward to a valuable discussion later today. And to the PM's trade envoy and my good friend, the Right Honourable Ed Vaizey. And thank you to the Greater Manchester Chamber of Commerce for letting us host you here. I believe many of you are also attending the workshop the Department for International Trade is running at 10am, to show you how you can trade more effectively in Vietnam.

But I want to touch on something slightly different.

Not how you can trade, but why: why do we think you should trade with Vietnam? Why is the government so keen to support you?

It's helpful here if we take a step back and fix our eye on the wider context.

Britain is one of the world's natural trading nations.

Manchester itself is a great example of that — we're barely 2 minutes' walk from the old Free Trade Hall, which as the name suggests was literally built to celebrate the fruits of trade. I'm a great Manchester enthusiast — except for the football; I'm MP for Chelsea and Fulham.

But people often mistakenly think that's something historical.

I'm sure those of you who work in manufacturing will have heard that annoying phrase — "why doesn't Britain make anything anymore?", which isn't even true. People say the same to me about exports.

But actually, exporting is an unsung success story: and is going on right now.

In recent years we've leapfrogged long-term competitors, and we now export more than France and Japan.

We're now the world's fourth largest exporter — and the second largest exporter of services.

The figures speak for themselves: we export well over £600 billion per year.

We've also got more than £1.2 trillion invested abroad.

So we're good at trade; it's one of our strengths.

And that's why the government is interested.

If we want a future with higher incomes and higher employment, we need to play to our strengths as a country, and seize the opportunities of free trade.

And the greatest opportunities are in countries like Vietnam.

According to the IMF, 90% of world growth in the next 10 to 15 years is going to come from outside Europe. Vietnam itself grew at nearly 7% last year.

Our trade has leapt up 22% in a single year, and that's only going to be the start.

In politics we often slip into abstractions when we talk about the economy. But for Vietnam that has meant literally millions of people lifted out of poverty.

And it means tangible opportunities for firms like yourselves.

Because I believe that British businesses have a lot to offer Vietnam.

Our business and professional services are world-renowned.

Our firms and manufacturers are exceptionally innovative.

And that's supported by a world-class science base — we're ranked third worldwide for academic citations — and Manchester is one of our leaders here, the discover of graphene and home to Christies, the world-renowned cancer hospital.

To give just one example, Vietnam is a growing and popular market for British education companies, for both services and equipment; and the UK is a popular destination for Vietnamese students.

The British curriculum is the most popular choice for Vietnam's rapidly growing international schools system, and there's an increasing interest in vocational training partnerships in key sectors such as automotive and aviation.

That's not a one-off - it's replicated in sector after sector.

So trade with Vietnam is a great opportunity, and it's one you, and other firms in the North-West and across Britain, are uniquely placed to understand.

And I can promise you that the government can and will help you with that.

Trade is one of the government's top priorities.

For the first time ever we have a government department solely devoted to increasing international trade. We now have 4 trade ministers, and we've made over 160 overseas visits in less than 2 years.

And we'll soon be publishing our new Export Strategy, to drive a step-change in our exporting.

And Vietnam is a country we want to trade more with, which is why I'm so pleased to welcome the Vice Minister here today; and why the Prime Minister appointed someone of the calibre of my friend and colleague Ed Vaizey as our trade envoy.

And the North-West is a region we want to trade more from.

That's why the driving theme of the government's <u>Industrial Strategy</u> was to increase growth outside London and the South-East.

That's why we have the Northern Powerhouse.

I know the Vietnamese government also value regional growth, and I welcome the delegation from Quang Ninh province.

So we can help you trade — we can give you the help you need to sell overseas.

That partly means giving direct export support – <u>UK Export Finance</u> now has up to £2 billion in credit for the Vietnamese market – or giving advice, for instance through our Vietnam-based team of trade advisers.

But it also means supporting you to have the best market access possible.

Within the EU, we've been one of the strongest supporters of a Vietnam-EU trade agreement. We look forward to that being signed.

And we look forward to transitioning that trade deal as we leave, to become a UK-Vietnam Trade Deal — between the world's fifth-largest economy and the world's 14th most populous country.

Because trade has delivered so much to this city, and so much to both our countries.

And it can continue to flourish; I predict it will.