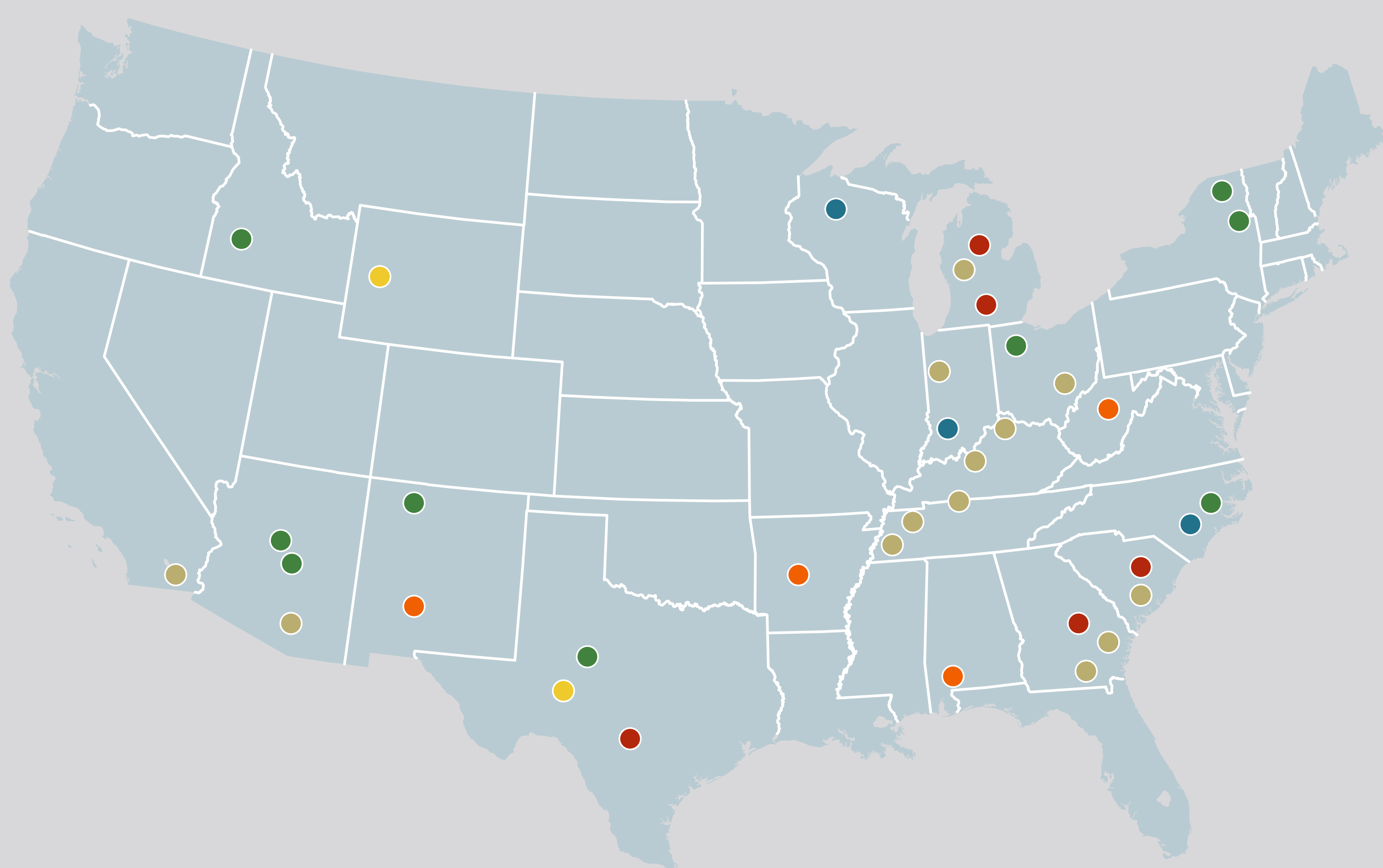


Shoring up the US

ACCELERATED US MANUFACTURING GROWTH AS INDUSTRIES RESHORE



Top manufacturing reshoring sites (Investment amount since 2021)

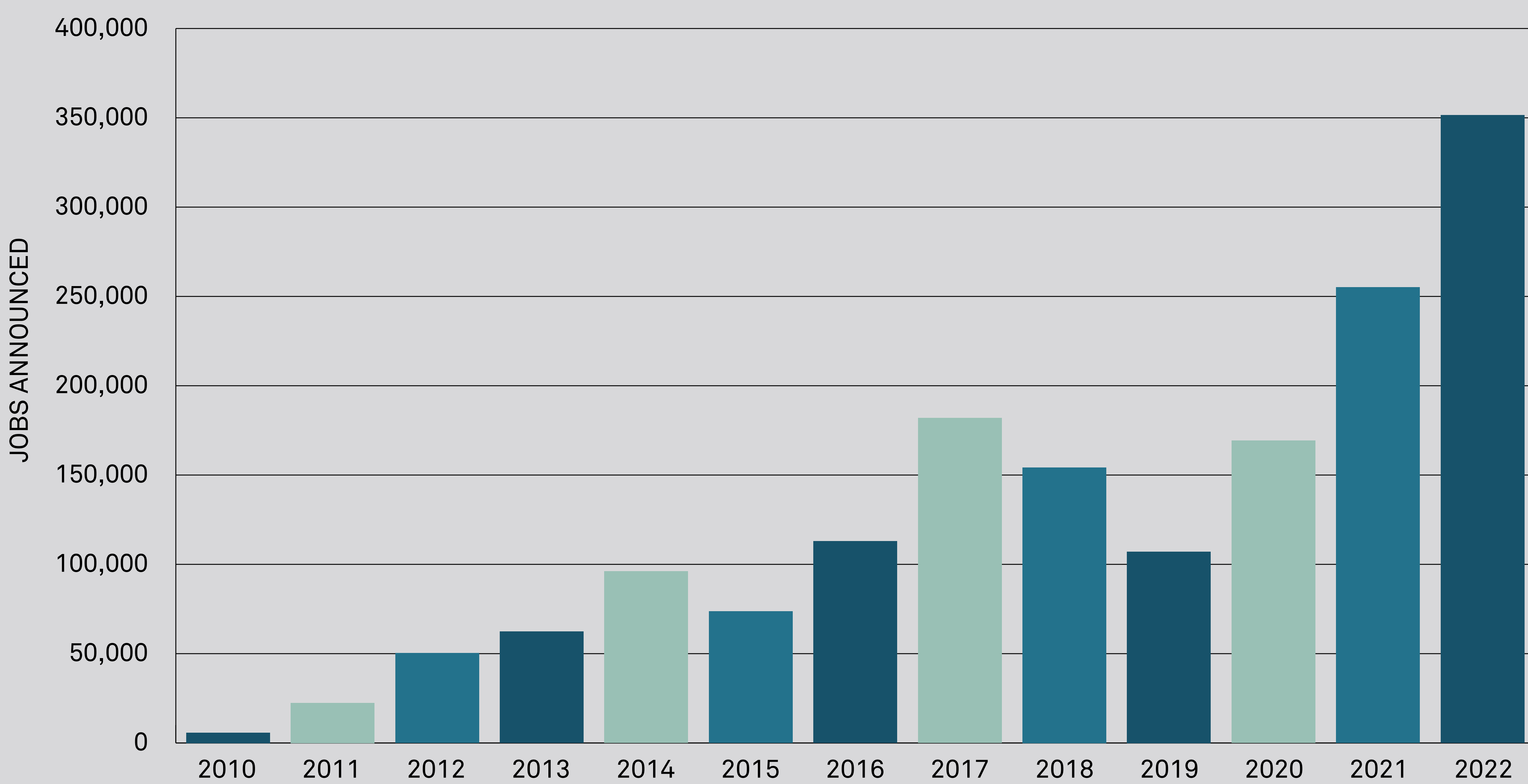
- Battery factories **\$53bn**
- Auto/electric vehicle plants **\$26.2bn**
- Semiconductor fabricators **\$183.5bn**
- Biomanufacturing facilities **\$4.75bn**
- Steel and aluminium factories **\$9.7bn**
- Other clean energy **\$13.3bn**

Source: Reshoring initiative, ZETA, SIA, Alliance for Automotive Innovation, and Insight Investment. February 2023.
Note: Initial snapshot of companies announcing major investments in the US since 2021.

US MANUFACTURING ON THE RISE



JOB ANNOUNCEMENTS PER YEAR, RESHORING + FDI, 2010-2022



Source: Reshore Now. Reshoring Initiative 2022 Q3 Data Report. Accessed April 2023. For illustrative purposes only.
Note: FDI involves the direct investment by companies or governments into foreign firms or projects.



1 Reshoring Initiative. The Reshoring Initiative 2020 Data Report. May 2021.
2 Reshoring Initiative. Reshoring Initiative 2022 Data Report. March 2023.
3 McKinsey & Company. Delivering the US manufacturing renaissance. August 2022.

The United States is potentially about to see a resurgence of industrial production over the next decade. Anyone taking a road trip along the Eastern Seaboard would have noticed miles of factory construction sites along the North Carolina to West Virginia corridor.

Multinational corporates are responding to political uncertainty in China, where expanding production has become less workable. The US has emerged as a compelling alternative, partly due to fiscal incentives relating to the administration's Inflation Reduction Act and Chips and Science Act. Further, the relative stability of energy prices compared to Europe, which had large exposure to Russian supplies, is more appealing to heavy industrials. The West Virginia corridor appears to offer the best combination of resource, weather exposure, educated workforce and labour cost.

Alex Veroude, chief investment officer, Insight Investment, Fixed Income.

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