

Macro Roundup Article

Headline: [The World Is In The Grip Of A Manufacturing Delusion](#)

Article Link: <https://www.economist.com/finance-and-economics/2023/07/13/the-world-is-in-the-grip-of-a-manufacturing-delusion>

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Tweet: .@TheEconomist argues that policymakers are overestimating the importance of manufacturing. In recent years, there has been no significant relationship between economic growth and manufacturing's share of the economy in OECD countries.

Summary: As a share of global economic output, manufacturing has dropped from 19% in 1997 to 16% today, with the fall steepest in rich countries. In China and India industry's share of economic output appears to be roughly where it was three decades ago, but even in these countries, it has slipped in recent years. In recent decades there has been next to no relationship between economic growth and manufacturing's share of the economy among countries in the OECD. Related: Why Laws Meant To Create Jobs Can Be So Destructive For Our Cities and New York State Built Elon Musk a \$1 Billion Factory. 'It Was a Bad Deal.'

Primary Topic: Investment

Topics: Database, GDP, Growth, Investment, News article, Productivity, Weekly

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