

Macro Roundup Article

Headline: [How the US Mopped Up a Third of Global Capital Flows Since Covid](#)

Article Link: <https://www.bloomberg.com/news/articles/2024-06-16/how-the-us-mopped-up-a-third-of-global-capital-flows-since-covid?sref=U3dOGIDF>

Author(s)	Enda Curran and Saleha Mohsin
Publication	Bloomberg
Publication Date	June 17, 2024

Tweet: According to an IMF analysis, almost 1/3 of global investment flows since the pandemic have been into the US, up from 18% pre-pandemic.

Summary: An International Monetary Fund analysis shows that the share of global flows has climbed — not fallen — since a shortage of dollars in 2020 spooked global investors and the 2022 freezing of Russian assets stoked questions about respect for free movement of capital. The pre-pandemic US average share was just 18%, according to the IMF. For all the angst over the dollar's dominance, a run-up in US interest rates to the highest levels in decades proved a major draw for overseas investors. The US has also pulled in a fresh wave of foreign direct investment thanks to billions of dollars worth of incentives under President Joe Biden's initiatives to spur renewable energy and semiconductor production.

Related Articles: Is the Global Economy Deglobalizing? and Can Trade Intervention Lead to Freer Trade? and The Dangers of a US Capital Inflow Tax

Primary Topic: Savings Glut/Trade Deficit

Topics: Database, Financial Markets, GDP, News article, Savings Glut/Trade Deficit, Weekly

Permalink: <https://www.edwardconard.com/macro-roundup/according-to-an-imf-analysis-almost-1-3-of-global-investment-flows-since-the-pandemic-have-been-into-the-us-up-from-18-pre-pandemic?view=detail>

Featured Image Link: <https://www.edwardconard.com/wp-content/uploads/2024/06/21317-how-the-us-mopped-up-a-third-of-global-capital-flows-since-covid-featured-thumbnail-image.png>