

# Inside the US Factory: The Flaws in Trump's Manufacturing Policy

### Description

In the Arizona desert, just outside Phoenix, an impressive facility is being constructed that has the potential to redefine the global economy. This factory is at the forefront of advanced semiconductor manufacturing, a critical component of modern technology.

For the first time, a Taiwanese company, TSMC (Taiwan Semiconductor Manufacturing Company), is establishing a massive chip production plant in the U.S. This multi-billion dollar investment aims to mitigate potential tariffs on imported chips by producing them domestically.

Dubbed "Fab 21", this facility holds immense significance as it will produce 90% of the world's cutting-edge semiconductors. From the chips powering smartphones to those in complex AI systems, TSMC's contributions are everywhere, yet the company operates largely out of the public eye.

The factory is heavily safeguarded, with strict protocols to prevent any design leaks, indicating the level of trust major clients like Apple and Nvidia place in TSMC.

Anfactory building enext to solar panels, in the middle of the desert. TSMC's Arizona factory is under tight security

In light of its strategic importance, TSMC's facility exemplifies the U.S. push for chip manufacturing autonomy. Both President Trump and President Biden have emphasized the necessity of reducing reliance on foreign production to bolster national security and economic independence.

However, the intricacies of semiconductor supply chains highlight the global nature of this industry. For instance, raw materials often originate from various countries, making a simple solution elusive.

## **Vocabulary List:**

- 1. Semiconductor /,sɛmɪkən'dʌktə/ (noun): A material that partially conducts electricity vital for modern electronic components.
- 2. **Manufacturing** /,mænə'fæktʃərɪŋ/ (verb): The process of producing goods or materials often on a large scale.
- 3. Autonomy /ɔ:'tɒnəmi/ (noun): The right or condition of self-government often in relation to production or decision-making.
- 4. Mitigate /'mitigeit/ (verb): To make less severe serious or painful.
- 5. **Complex** /'kpmpleks/ (adjective): Consisting of many different and connected parts.
- 6. **Significance** /sɪg'nɪfɪkəns/ (noun): The quality of being worthy of attention; importance.



## **Comprehension Questions**

#### **Multiple Choice**

1. Where is the impressive semiconductor manufacturing facility being constructed?

Option: Arizona desert Option: New York City Option: Los Angeles Option: Florida

2. Which Taiwanese company is establishing a chip production plant in the U.S?

Option: ASUS Option: TSMC Option: Acer Option: HTC

3. What is the name of the facility dubbed for producing 90% of the world's cutting-edge semiconductors?

Option: Fab 21 Option: TechGem Option: ChipZone Option: SemSecure

4. Which major companies trust TSMC for chip production, as mentioned in the text?

Option: Samsung and Google Option: Xiaomi and LG Option: Apple and Nvidia Option: Sony and Microsoft

5. What do Presidents Trump and Biden emphasize regarding chip manufacturing?

Option: Increasing foreign imports Option: Strengthening global partnerships Option: Reducing reliance on foreign production Option: Expanding offshore manufacturing

6. Where do semiconductor raw materials often originate from?

Option: A single country



**Option: Various countries Option:** China **Option:** India

#### **True-False**

- 7. The semiconductor facility is located in the heart of New York City.
- 8. The facility is expected to produce 100% of the world's semiconductors.
- 9. TSMC is a Japanese semiconductor manufacturing company.
- 10. The Arizona facility is named
- 11. The strict protocols at the factory aim to promote design leaks.
- 12. President Trump and President Biden both support reducing reliance on foreign chip production. ESL-NEW

#### **Gap-Fill**

13. The Taiwanese company TSMC is establishing a chip production plant in the U.S for the first time, as a

multi-billion dollar investment to mitigate potential tariffs on imported chips by producing them

15. TSMC's contributions are everywhere, yet the company operates largely out of the

16. The factory is heavily safeguarded, with strict protocols to prevent any \_\_\_\_\_

, indicating the level of trust major clients place in TSMC.

17. Both President Trump and President Biden have emphasized the necessity of reducing reliance on

foreign production to bolster national security and economic \_\_\_\_\_\_.

18. Semiconductor supply chains highlight the global nature of the industry, as raw materials often originate



from \_\_\_\_\_\_ countries making a simple solution elusive.

### Answer

**Multiple Choice:** 1. Arizona desert 2. TSMC 3. Fab 21 4. Apple and Nvidia 5. Reducing reliance on foreign production 6. Various countries

True-False: 7. False 8. False 9. False 10. False 11. False 12. True Gap-Fill: 13. domestically 15. public eye 16. design leaks 17. independence 18. various

#### CATEGORY

1. Business - LEVEL4

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