

Taxpayer-Funded Intel Slashes Jobs Despite \$8.5B Injection

Description

Intel recently announced that they are cutting 15% of their workforce, which amounts to around 17,000 jobs, despite receiving \$8.5 billion in federal grants to bring back chip-making to the U.S. This decision is part of a larger cost-cutting and restructuring plan due to the company's financial struggles. Intel CEO Pat Gelsinger stated that the company's revenues did not meet expectations, leading to the need for significant changes. Consequently, the company saw a 26% drop in its stock value following the announcement.

The job cuts have sparked some criticism, especially after Intel received federal subsidies under the Biden administration's CHIPS and Science Act to boost semiconductor projects in the U.S. Despite these efforts, Intel found it necessary to reduce its workforce to align with its new operating model.

Gelsinger explained that unexpected market conditions, particularly in the demand for Al chips, played a significant role in the decision. The shift towards Al products led to a decrease in Intel's sales and a financial loss in the previous quarter.

It is a challenging time for Intel, but the company aims to prioritize transparency and respect throughout this transitional period. The decision to cut jobs illustrates the complexities of navigating a changing industry landscape.

Vocabulary List:

- 1. **Restructuring** /riː'strʌk.tʃər.ɪŋ/ (noun): The act of organizing something in a new way typically to improve efficiency.
- 2. **Subsidies** /'sʌb.sɪ.diːz/ (noun): Financial assistance granted by the government to support an economic sector.
- 3. Workforce /'wɜːrk.fɔːrs/ (noun): The workers engaged in a specific company or industry.
- 4. Significant /sig'nif.i.kənt/ (adjective): Having a major meaning or importance.
- 5. **Complicated** /'kpmplikertid/ (adjective): Consisting of many interconnecting parts or elements; difficult to analyze or understand.
- 6. **Navigating** /'næv.ɪ.geɪ.tɪŋ/ (verb): Planning and directing the course of something particularly through a complex environment.

Comprehension Questions



Multiple Choice

1. What percentage of the workforce is Intel cutting as recently announced?

Option: 10% Option: 15% Option: 20% Option: 25%

2. How many jobs are estimated to be cut by Intel?

Option: 12,000 Option: 15,000 Option: 17,000 Option: 20,000

3. How much did Intel receive in federal grants to bring back chip-making to the U.S.? ESL-NEWS.COM

Option: \$5.3 billion Option: \$7.5 billion Option: \$8.5 billion Option: \$10 billion

4. Who is the CEO of Intel?

Option: Pat Gelsinger

Option: Lisa Su

Option: Sundar Pichai Option: Tim Cook

5. What was the percentage drop in Intel's stock value following the job cut announcement?

Option: 15% Option: 20% Option: 26% Option: 30%

6. Under which administration did Intel receive federal subsidies to boost semiconductor projects in the U.S.?

Option: Trump administration Option: Obama administration Option: Biden administration Option: Bush administration



Answer

Multiple Choice: 1. 15% 2. 17,000 3. \$8.5 billion 4. Pat Gelsinger 5. 26% 6. Biden administration

Vocabulary quizzes

Multiple Choice (Select the Correct answer for each question.)

1. What term is used to determine the current worth of a company or asset?

Option: A) Aspire Option: B) Valuation

Option: C) Manufacturing Option: D) Investment

2. Which term describes the ability to adjust to new conditions or challenges? -NEWS.CO

Option: A) Resistance Option: B) Adaptable Option: C) Momentum Option: D) Structure

3. What term pertains to the production consumption and transfer of wealth?

Option: A) Optimistic Option: B) Economic Option: C) Subsidies Option: D) Guidance

4. What term refers to the process of combining different parts into a whole?

Option: A) Anticipated Option: B) Integration Option: C) Performing Option: D) Plunge

5. Which term signifies the strength or force that allows something to continue or grow stronger?

Option: A) Significant Option: B) Momentum Option: C) Restructuring Option: D) Turbulence

6. What process involves examining something in detail to understand it better?



Option: A) Plunge
Option: B) Analysis
Option: C) Resistance
Option: D) Leverage
7. What term means to give assistance or backup to someone or something?
Option: A) Volatility
Option: B) Support
Option: C) Indicator
Option: D) Valuation
8. Which term describes using borrowed funds for investment expecting the profits to be greater than the interest payable?
Option: A) Lever
Option: B) Guidance
Option: C) Leverage
Option: D) Volatility
9. What term characterizes something that is intricate or challenging to understand?
Option: A) Navigating
Option: B) Complicated
Option: C) Aspire
 9. What term characterizes something that is intricate or challenging to understand? Option: A) Navigating Option: B) Complicated Option: C) Aspire Option: D) Subsidies
10. Which term describes something that is expected or predicted to happen?
Option: A) Anticipated
Option: B) Optimistic
Option: C) Structure
Option: D) Integration
Gap-Fill (Fill in the blanks with the correct word from the vocabulary list.)
11 is the act of opposing or withstanding something.
12. The action or process of investing money for profit or material result is called
13. The economy after a brief downturn.
14. The aviation industry faced during the storm.
15. He sought from his mentor to make the right decision.



16. The of the new product exceeded expectations.
17. The team provided to their leader during a challenging time.
18. Employees who are can easily adjust to changes in the work environment.
19. Sales and revenue are key of a company's financial health.
20. The of the property was higher than expected.
Matching Sentences (Match each definition to the correct word from the vocabulary list.)
21. The discovery of a new species was a milestone in the field of biology.
22. The sector contributes significantly to the country's GDP.
23. Many young students to have successful careers in science and technology.
24. The stock market took a sudden due to economic uncertainty.
25. Despite the challenges he remained about the future of the project.
26. The company announced a plan to improve efficiency and reduce costs.
27. The company invested in training programs to enhance the skills of its .
28. Investors were cautious due to the in the stock market.
29. The team successfully through the complex regulatory environment.
30. The government provided to support the development of renewable energy projects.

Answer

Multiple Choice: 1. B) Valuation 2. B) Adaptable 3. B) Economic 4. B) Integration 5. B) Momentum 6. B)

Analysis 7. B) Support 8. C) Leverage 9. B) Complicated 10. A) Anticipated

Gap-Fill: 11. Resistance 12. Investment 13. rebounded 14. turbulence 15. guidance 16. performance 17. support 18. adaptable 19. indicators 20. valuation

Matching sentence: 1. significant 2. manufacturing 3. aspire 4. plunge 5. optimistic 6. restructuring 7. workforce 8. volatility 9. navigating 10. subsidies



CATEGORY

1. Business - LEVEL3

Date Created 2024/08/04 **Author** aimeeyoung99

