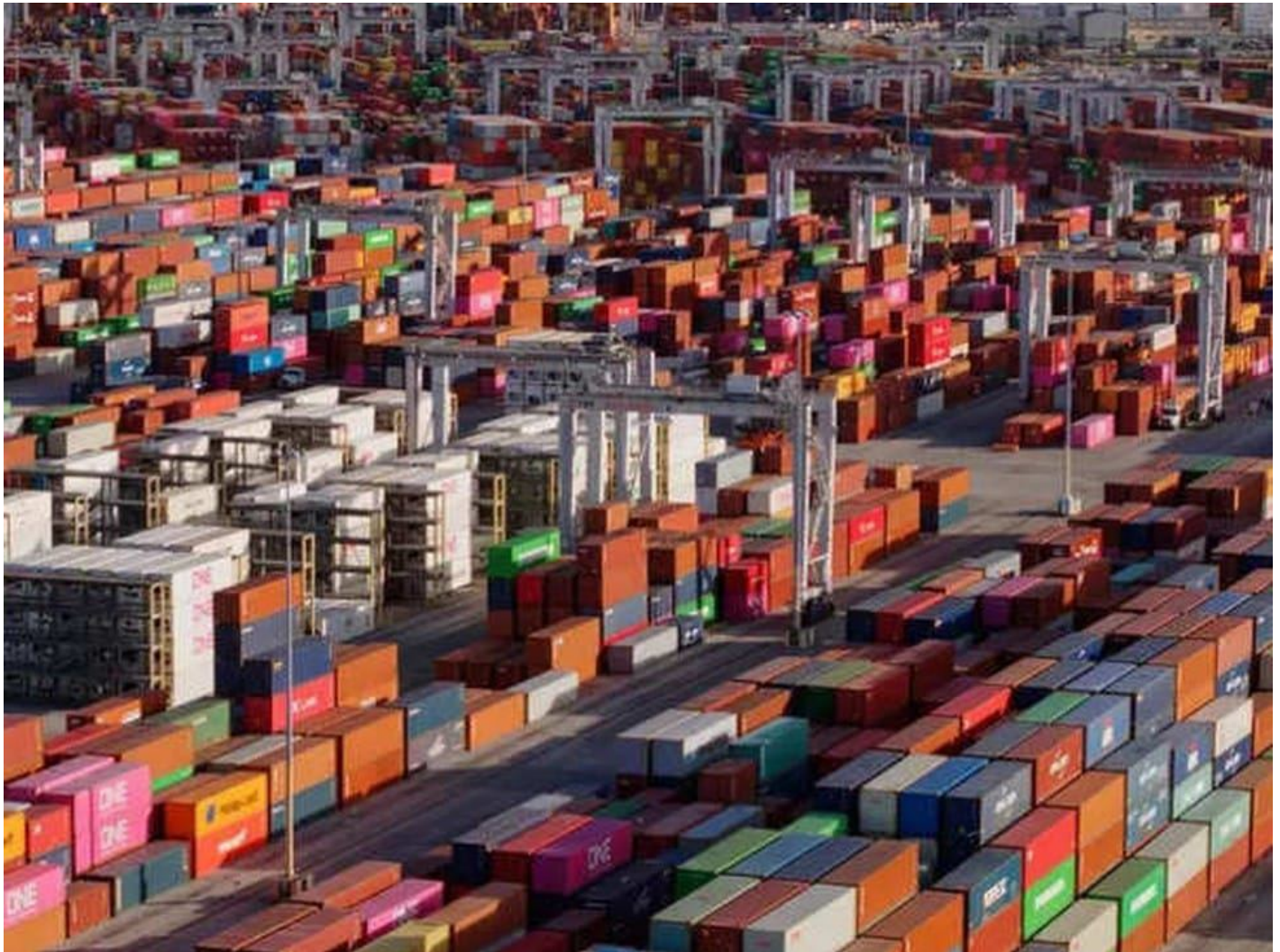


Friendshoring

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About Friendshoring:

- **‘Friendshoring’**- the term is shorthand for the **practice of relocating supply chains to countries where the risk of disruption from political chaos is low.**
- It is a strategy where a **country sources the raw materials, components and even manufactured goods from countries that share its values.** The dependence on the countries considered a “threat” to the stability of the supply chains is slowly reduced. It is also called **“allyshoring”**.

Problems with friendshoring

- Friendshoring may push the world towards a more isolated place for trade and reverse the gains of globalisation. It is a part of the “deglobalisation” process.

- While moving supply chains away from east Asia could increase security in the long run, an ill-conceived implementation of this friendshoring strategy could result in price hikes and a stronger China over time.

Source : Indian Express

Source: <https://vajiramandravi.com/current-affairs/friendshoring/>

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