

Ford lifts forecast, citing better semiconductor supply

October 27 2021



Jim Farley, CEO of Ford Motor Company, shown at the May unveiling of the new all-electric F-150 Lightning.

Ford reported better-than-expected results Wednesday, citing a "significant" improvement in semiconductor availability in the latest

quarter and announcing it would restore dividends.

The Detroit giant, which has joined other major automakers in cutting back production amid a global chip shortage, saw lower revenues tied to a drop in car sales compared with the year-ago period.

But Ford said semiconductor availability in the latest three months was "markedly improved" from the prior quarter, even as supply "remains a challenge."

Profits fell 23 percent to \$1.8 billion on a five percent drop in revenues to \$35.7 billion, the automaker said in a statement.

Ford lifted its full-year operating profit forecast and said its board voted to reinstate a dividend. Investors will get 10 cents a share on December 1.

Like General Motors and other rivals, Ford is aggressively ramping up investments in [electric vehicles](#). The [company](#) has unveiled an all-electric version of its popular F-150 pickup truck and plans a new F-Series truck plant in Tennessee.

The company's share price rose 3.7 percent to \$16.09 in after-hours trading.

© 2021 AFP

Citation: Ford lifts forecast, citing better semiconductor supply (2021, October 27) retrieved 10 April 2024 from <https://techxplore.com/news/2021-10-ford-citing-semiconductor.html>

<p>This document is subject to copyright. Apart from any fair dealing for the purpose of private study or research, no part may be reproduced without the written permission. The content is provided for information purposes only.</p>
--