

Rivian rockets past GM to become 2nd most valuable carmaker

November 11 2021, by The Associated Press



This Nov. 14, 2018 photo shows a Rivian R1T at Rivian headquarters in Plymouth, Mich. Rivian Automotive, a company that went public a day ago and hopes to produce 1,000 electric vehicles by the end of the year, will surpass General Motors to become the nation's second most valuable automaker if an overnight surge in the price of its shares hold. The California company's market valuation exceeded Ford's in its first day of trading Wednesday and with shares up 6% before the opening bell Thursday, Nov. 11, 2021 that valuation hit \$90 billion to surpass GM, a company that sold more than 2.5 million vehicles last

year. Credit: AP Photo/Paul Sancya, file

Rivian Automotive, a company that has delivered about 150 electric pickup trucks mostly to employees, has surpassed General Motors to become the nation's second most valuable automaker.

The California company's market valuation exceeded Ford's in its first day a public company Wednesday. Its shares rose 10% at the opening bell Thursday pushing its valuation over \$90 billion. That's greater than Detroit's GM, one of the biggest auto manufacturers in the world, which sold more than 6.8 million vehicles globally last year.

Rivian's goal this year is to produce 1,000 electric vehicles. The company rolled out its first vehicle, the R1T electric truck, in September and plans to launch its electric SUV, the R1S, in December.

Ford is one of Rivian's high-profile backers, having invested a half-billion dollars into the company in 2019. The other is Amazon, which held a 20% stake in Rivian ahead of the initial public offering.

Rather than focusing on the number of vehicles it has sold, investors are anticipating vast potential for Rivian with the appetite growing for electric vehicles. And Rivian's soaring stock price pulled almost all companies in the EV sector higher Thursday.

Lordstown Motors Corp. jumped 11%, Nikola Corp. 3%, Fisker Inc. more than 8% and China's Nio Inc. rose 4%.

Shares of Tesla, the world leader in electric vehicle sales, were up less than 1% Thursday. After making a promise on Twitter, [Tesla CEO Elon Musk sold](#) about 4.5 million shares of the electric carmaker's stock for

more than \$5 billion, according to regulatory filings late Wednesday.

Tesla has amassed a market value of more than \$1 trillion. So far this year it has sold around 627,300 vehicles.

© 2021 The Associated Press. All rights reserved. This material may not be published, broadcast, rewritten or redistributed without permission.

Citation: Rivian rockets past GM to become 2nd most valuable carmaker (2021, November 11)
retrieved 18 April 2024 from

<https://techxplore.com/news/2021-11-rivian-rockets-gm-2nd-valuable.html>

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.