

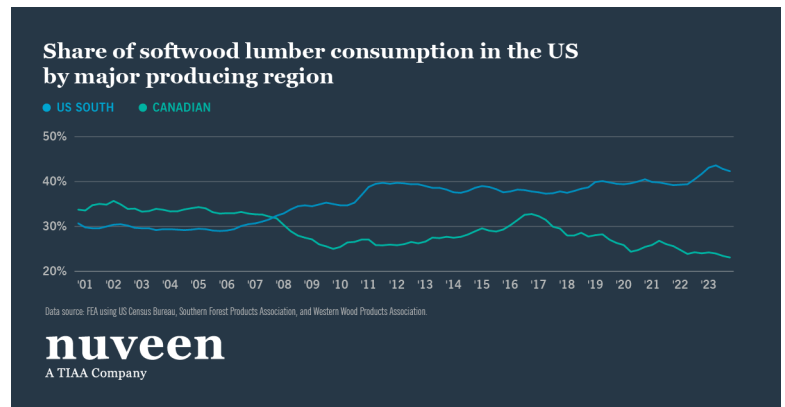
The US South sees steady gains in domestic lumber markets

The US South's share of US softwood lumber consumption reached its highest level in two decades, meanwhile Canada's share has fallen to historic lows. Here we review the shifting dynamics.

Analysis

Between 2000 and 2023, the share of US softwood lumber consumption supplied from Canada fell by about 10% while the US South increased its market share by about the same amount. Today, the South supplies 42% of all lumber consumed in the US and that number is expected to increase as 1.9 billion board feet of additional manufacturing capacity – a 10% increase – is expected in 2024-25.¹

The growing manufacturing base in the South is attracted by an expansive area of productive timberland as well as proximity to major demand centers. Timber markets in the region are poised to strengthen with demand from new mills and expansion projects, potentially lifting sawtimber prices and benefiting timberland investments.



To learn more about investing in natural capital, visit our website, nuveen.com/naturalcapital

¹ FEA, Forest Economic Advisors

Important information

Past performance is not a guide to future performance.

Investment involves risk, including loss of principal. The value of investments and the income from them can fall as well as rise and is not guaranteed. Changes in the rates of exchange between currencies may cause the value of investments to fluctuate.

Timberland investments are illiquid and their value is dependent on many conditions beyond the control of portfolio managers. Estimates of timber yields associated with timber properties may be inaccurate, and unique varieties of plant materials are integral to the success of timber operations; such material may not always be available in sufficient quantity or quality. Governmental laws, rules and regulations may impact the ability of the timber investments to develop plantations in a profitable manner. Investments will be subject to risks generally associated with the ownership of real estate-related assets and foreign investing, including changes in economic conditions, currency values, environmental risks, the cost of and ability to obtain insurance and risks related to leasing of properties. Certain products and services may not be available to all entities or persons.

The views and opinions expressed are for informational and educational purposes only as of the date of production/writing and may change without notice at any time based on numerous factors, such as market or other conditions, legal and regulatory developments, additional risks, and uncertainties and may not come to pass. This material may contain "forward-looking" information that is not purely historical in nature. Such information may include, among other things, projections, forecasts, estimates of market returns, and proposed or expected portfolio composition. Any changes to assumptions that may have been made in preparing this material could have a material impact on the information presented herein by way of example. Past performance is no guarantee of future results. Investing involves risk; principal loss is possible.

All information has been obtained from sources believed to be reliable, but its accuracy is not guaranteed. There is no representation or warranty as to the current accuracy, reliability, or completeness of, nor liability for, decisions based on such information, and it should not be relied on as such.

This information does not constitute investment research as defined under MiFID. Nuveen provides investment solutions through Nuveen Alternatives Advisors, LLC, a registered investment advisor and investment management solutions through its investment specialists, including Nuveen Natural Capital LLC.

GGN-3721428CG-Y1223W

OPINION PIECE. PLEASE SEE IMPORTANT DISCLOSURES IN THE ENDNOTES.

NOT FDIC INSURED | NO BANK GUARANTEE | MAY LOSE VALUE