

# Insights Unwrapped

*Is the AI Revolution Becoming a Bubble?*



22nd November 2025  
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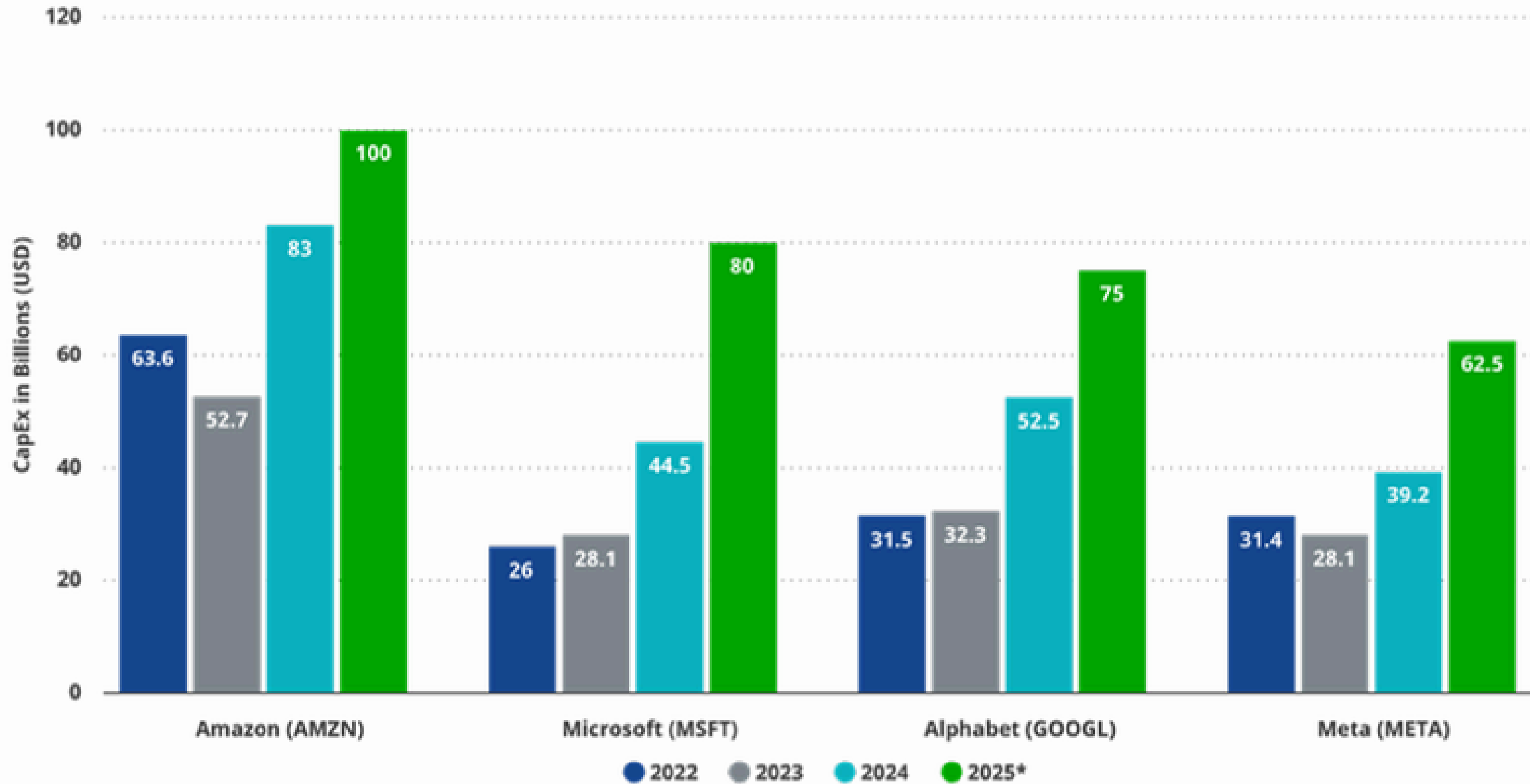
# Top Nations Funding AI



As private investment in Artificial Intelligence (AI) grows around the world, the **US leads by a huge margin with \$471 Bn**, followed by China with \$119 Bn. Countries in Europe, Asia, and the Middle East are also stepping up their efforts, **and India is becoming a significant player with \$11 Bn.**

These numbers show not just where the money is going, but which countries are serious about shaping the future of technology.

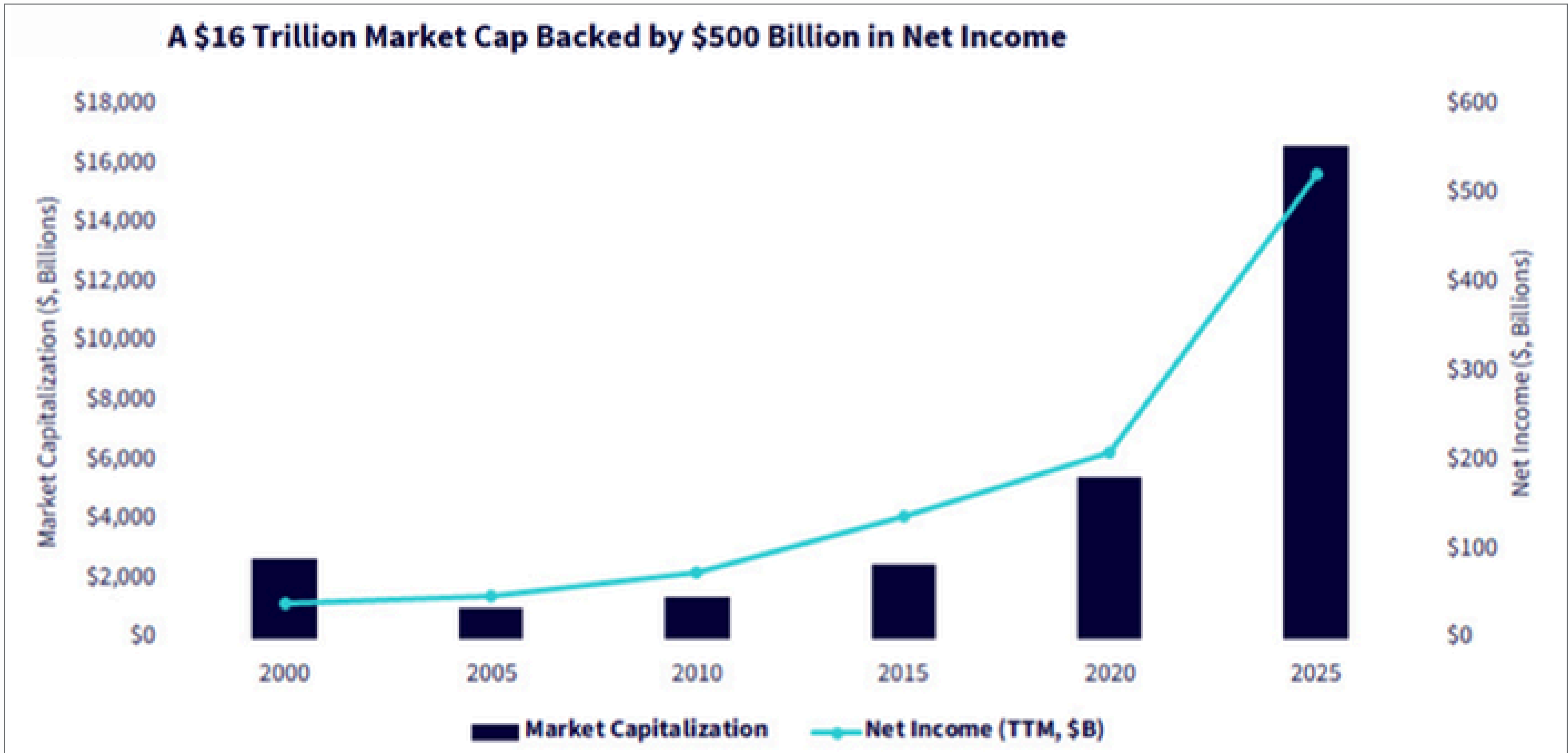
# Planned AI Spend Through 2025



\* Company's anticipated capital expenditures for 2025.

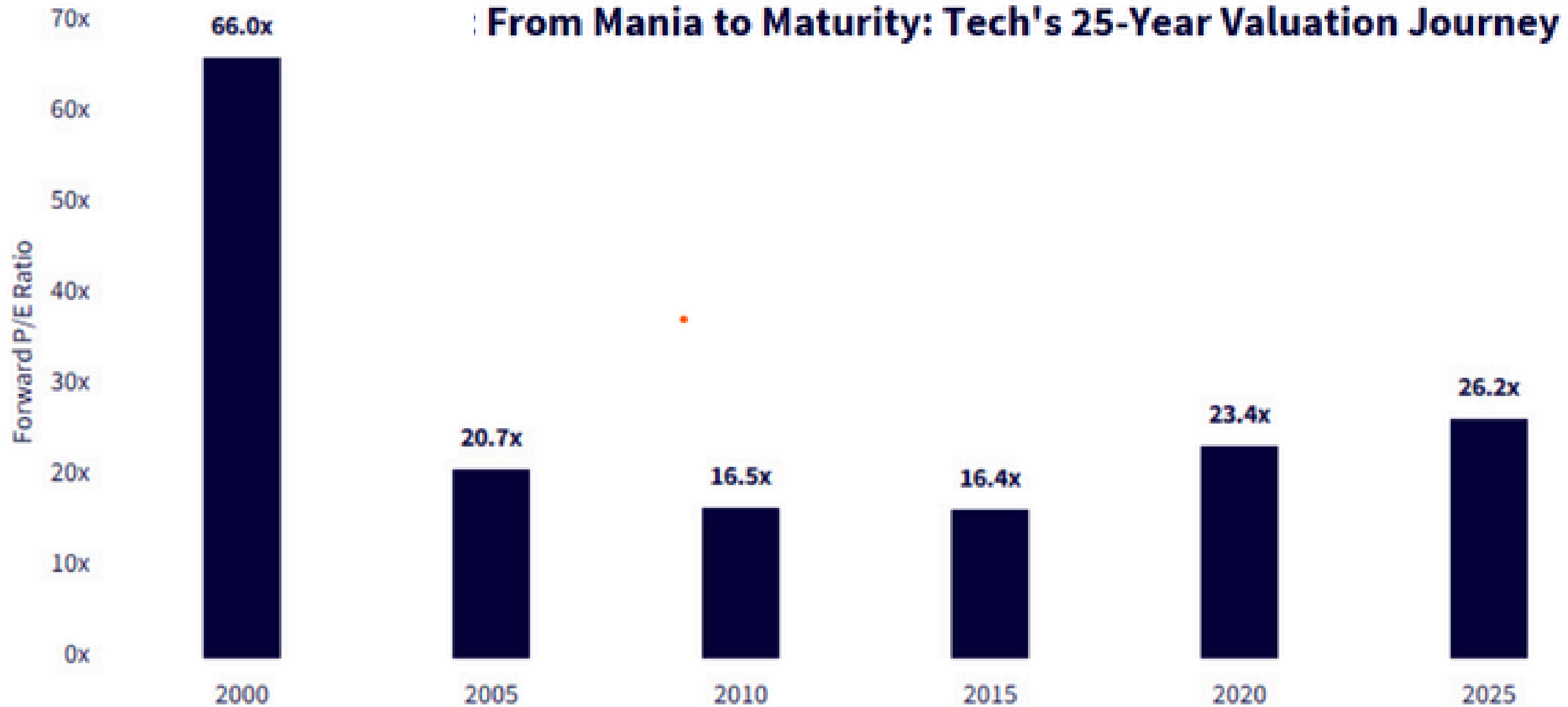
Source: Amazon, Microsoft, Alphabet, Meta as of 2025. Not intended as a recommendation to buy or sell any securities referenced herein. For illustrative purposes only.

# *Not Another Dot-Com Era: AI Amplifies Margins*



Sources: WisdomTree, FactSet, S&P

# 2000–2025 Tech: From Mania to Maturity

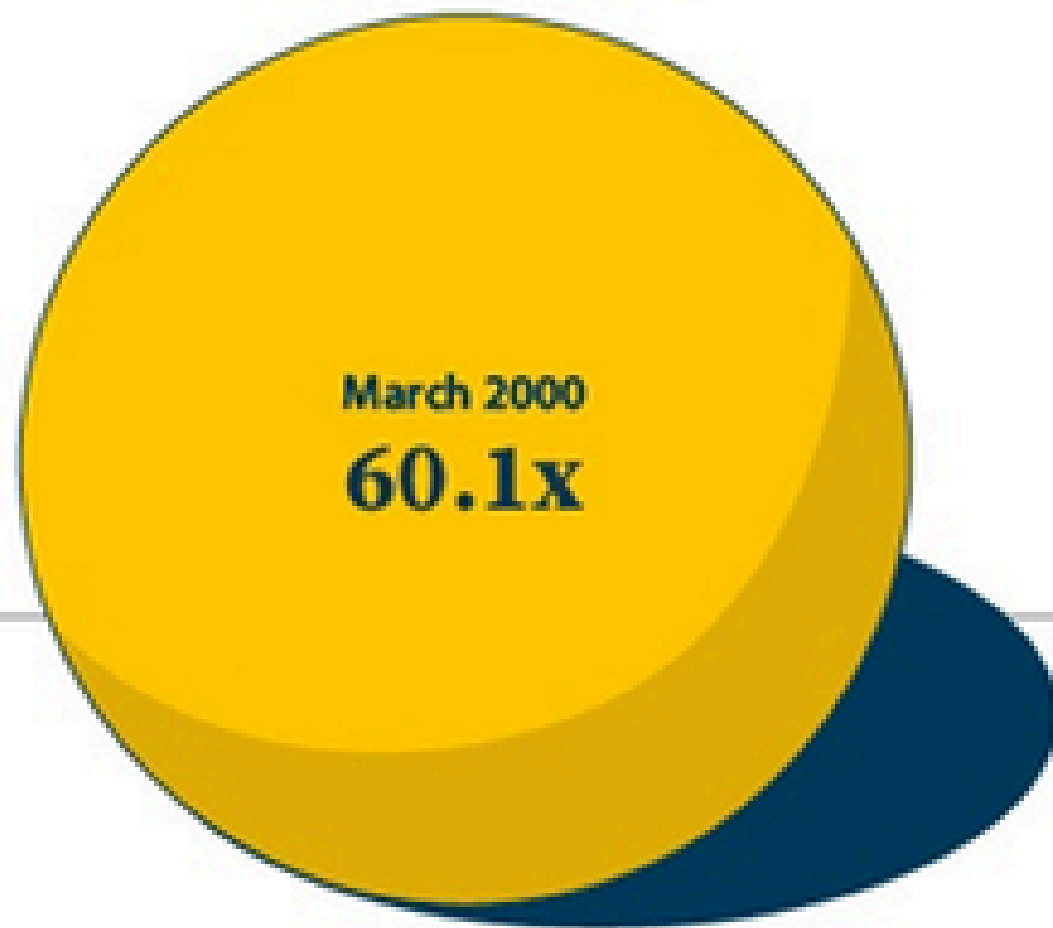


Sources: WisdomTree, FactSet, S&P. You cannot invest directly in an index. Each year represents the weighted average forward P/E ratio of the 10 largest companies by market capitalization within the S&P 500 Expanded Tech Index, with the measurement taken on March 31 of each year. Expanded Tech includes the Information Technology sector, Interactive Home Entertainment subindustry, Interactive Media & Services subindustry, Amazon, E-Bay, Etsy and Netflix.

# Hope Trade of the 2000s Is Now Backed by Earnings

**Forward P/E Ratio of the Nasdaq 100**

**Dot-com Bubble**



Source: CNBC (Jun 2023),  
Barron's (Nov 2023)

**AI Enthusiasm**



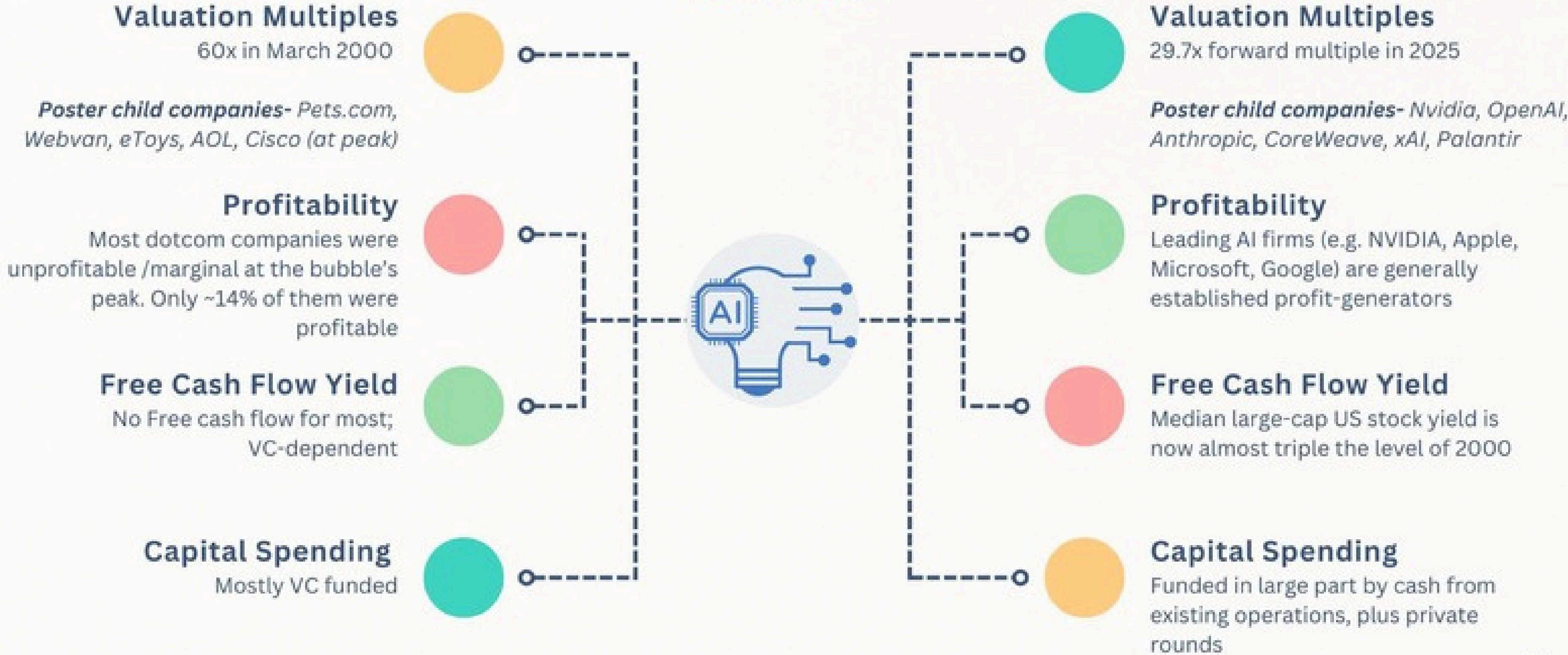
Lower valuations are an indication that investors are putting more importance on earnings and stocks are less at risk of being overvalued.

Source: Visual Capitalist

***S&P 500 North American Expanded Technology Sector Index is trading at 29.7x forward earnings***

# Does the AI Boom Mirror the Dot-Com Bubble?

**Today's AI companies are supported by strong earnings and healthy cash flows, unlike those of the dot-com era**



***“There’s been a lot of talk about an AI bubble. But from our vantage point, we’re seeing something very different.”***

Nvidia CEO Jensen Huang's statement dismissing AI as a bubble during Nvidia's Q3 fiscal 2026 earnings call on November 19, 2025

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**Shikha Kapur Proprietor of Sprout Research**

**Trade Name: SPROUT RESEARCH**

**Registration No.: INH000019169**

**Registered office Address: A-35 FF CR Park, New Delhi 110019**

**Contact No: 9811744587 Email Id: shikhaa.kapur@gmail.com**

**Compliance Officer: Shikha Kapur Contact No: 9811744587 Email Id: shikhaa.kapur@gmail.com**

**Grievance Officer: Shikha Kapur Contact No: 9811744587**

**Email ID: shikhaa.kapur@gmail.com**

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