

Mexico

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Economy

Nominal GDP – 1.86 trillion US dollars in 2024

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•Price and quotation index.

Bolsa Mexicana de valores
•Mexican stock exchange

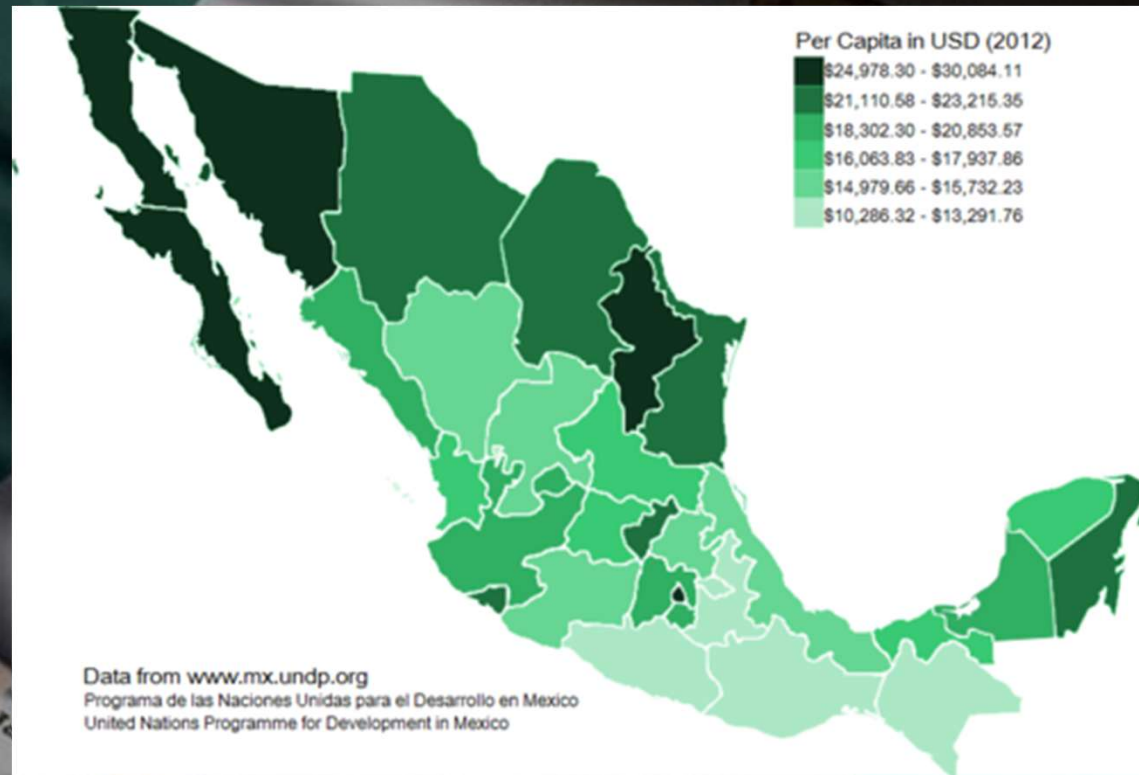
Investment Grade – BBB

Inflation rate – 3.57%

Interest rate – 7.25%

Unemployment rate – 3%

Population of 132.2 Million



The Big Mac Example

- Local price – 95 pesos
- Actual Exchange – 18.63050
- Big Mac price USD – 5.10
- PPP – 18.62745
- Undervalued - -.0163%



Financial Markets

- 2nd Largest Market in Latin America
- 10-Year bond yield ~9-10%; high real rates attract investors
- BMV & BIVA are main exchanges; IPC up ~10% YTD
- Inflation 3.5%,
- interest rate 7.25%
- risk rating BBB



Currency

- MXN currency 18.7 peso/\$ (20.3 Pesos/\$ in 2024)
- Most traded Latin American Currency and consistently ranks in the top 15 traded currencies
- Freely Floating since 1994 "Tequila Crisis"
- Banxico involves only to smooth volatility, not to set a fixed rate
- Exports: Automotive, Electronics and Energy
- Strong US – Mexico Trade ties under USMCA stabilizing long term currency stability
- Over \$60 Billion sent home per year
- Peso Depreciated during COVID
- Inflation targeting is around 3%



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Currency: Investor Advantages



Investor advantage:



-Transparent, Free-Float Currency system



-Disciplined inflation control



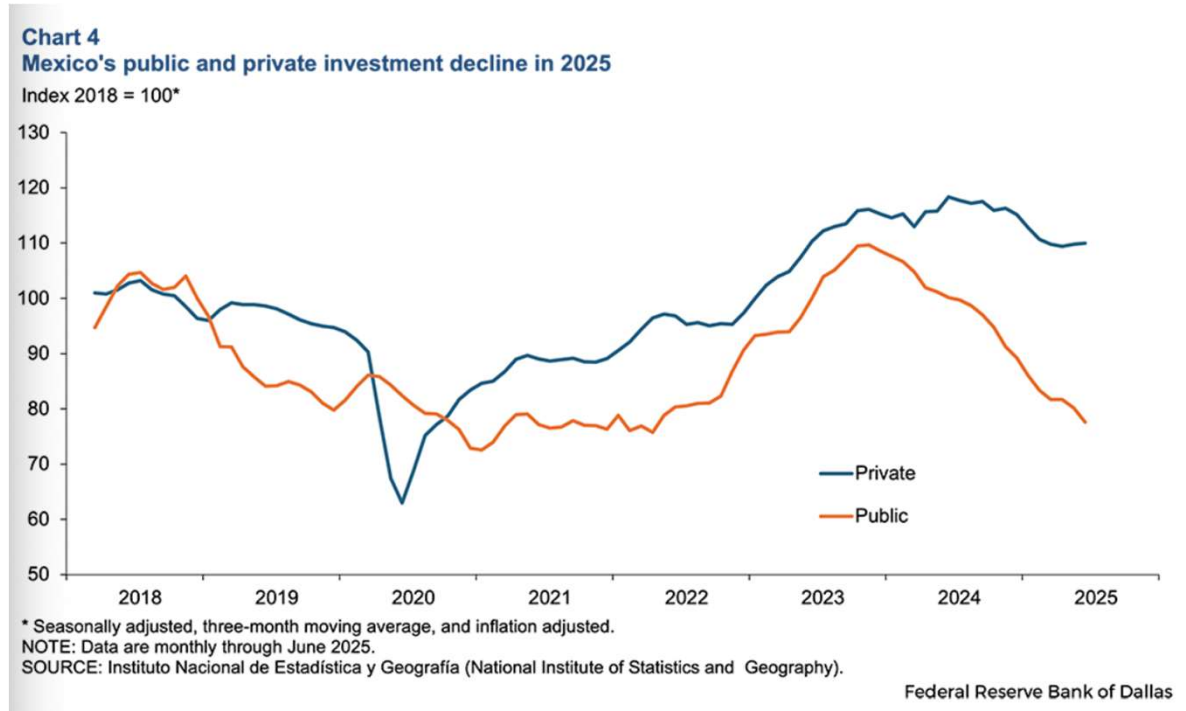
-Healthy Trade Surplus



-Highly liquid and open to foreign participation

The Risks

- Transnational Criminal Organizations (TCOs)
 - Extensive criminal presence
 - Diversified criminal activities
- Violence
 - 2018 saw record homicide rates (91 deaths per day)
- Threat to business operations
- Policy Uncertainty
- Heavy Reliance on US



Why should you invest

IPC at 63,190 points the highest it's been

Mexico maintains steady economic growth, low inflation, and a strong labor market — all supporting long-term investment stability

Mexico benefits from nearshoring and strong trade ties under USMCA, attracting major manufacturing investment

High real interest rates and undervalued equity markets create favorable entry points for investors

As one of the top emerging markets, Mexico offers high-growth potential with improving investment conditions



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Opportunities to Invest

- Manufacturing
- Energy and Renewables
- Infrastructure and Logistics
- Technology and Fintech
- Agriculture and Good processing

Website

<https://paolodelatorre.wixsite.com/my-site1>





Questions

Sources

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