

Mexico Investor Survey

April 2021 edition



Investment Solutions & Products
Latin America Economics

May 2021

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Survey methodology

Sampling frame: A selection of Credit Suisse's institutional investors based in Mexico and abroad.

Sample size: 87 completed interviews (55 Mexico-based investors and 32 investors abroad).

Type of sample: Non-probability sample.

Interviewing method: Web survey with a structured questionnaire.

Method of data collection: An invitation email that included a link to the survey was sent to potential respondents, and a unique ID was provided in order to gain access to the questionnaire. The link settings prevented the interviewees from answering the survey more than once using the same device.

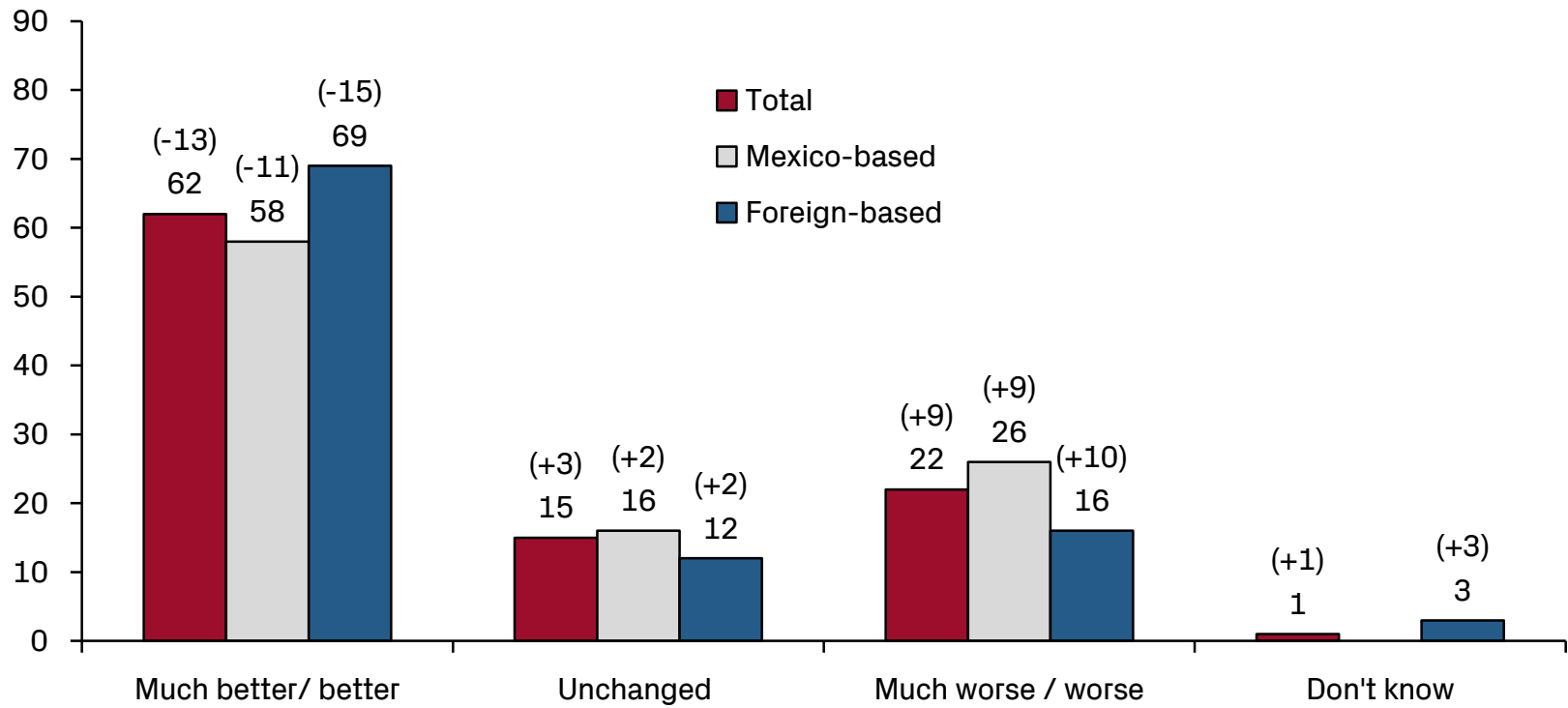
Date of collection: April 20 – April 30, 2021.

Data processing adjustments: Results represent unweighted relative frequencies for each response category. Not all figures may add up to 100% as a result of multiple response formats, rounding percentages, exclusion of “neither/nor” and “don't know” responses.

Design, Data collection and analysis: Credit Suisse and Buendía & Márquez, S.C.

How do you think Mexico's economic situation will be in 12 months versus today?

% of total responses, variation versus January 2021 survey in parenthesis

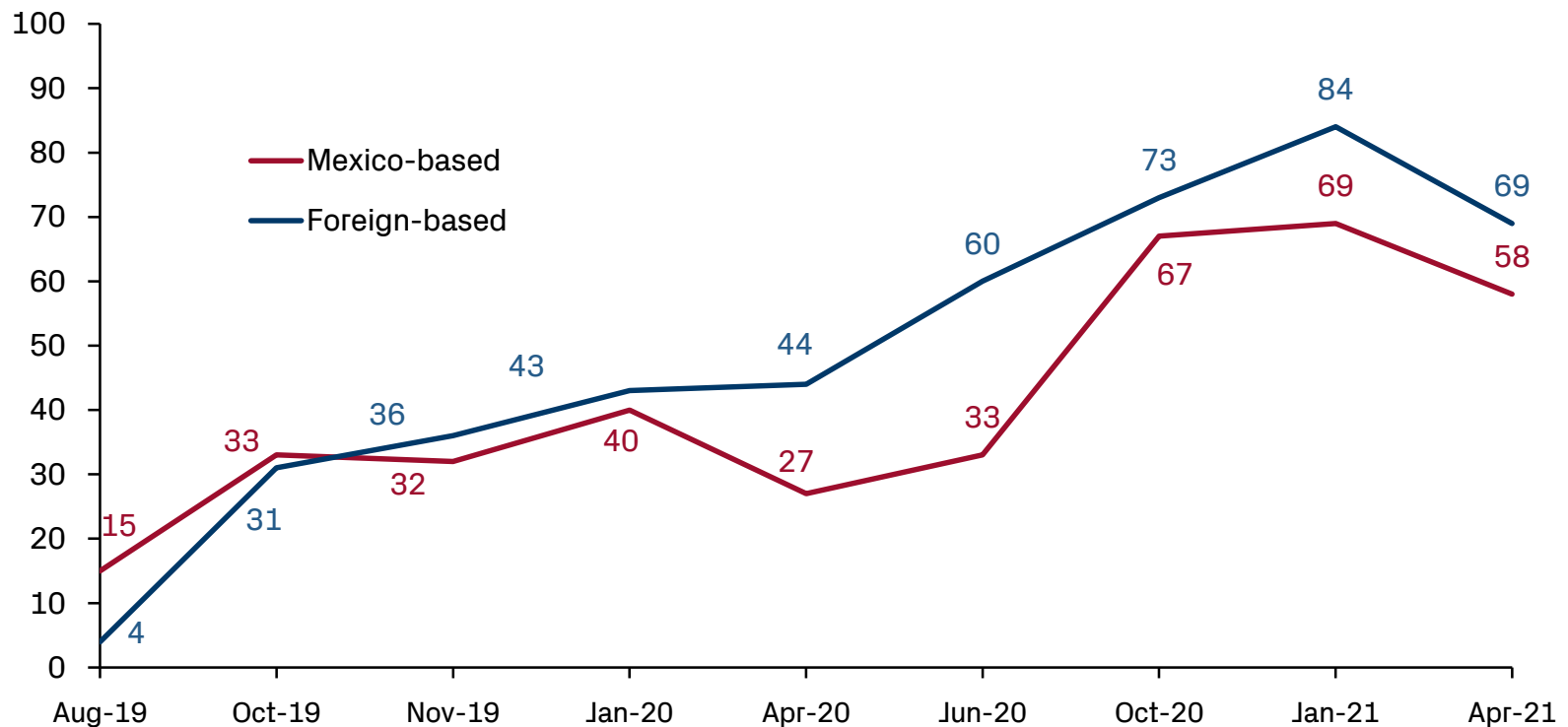


Source: Credit Suisse / Buendía & Márquez survey

How do you think Mexico's economic situation will be in 12 months versus today?

Better or much better

% of total responses, by domicile

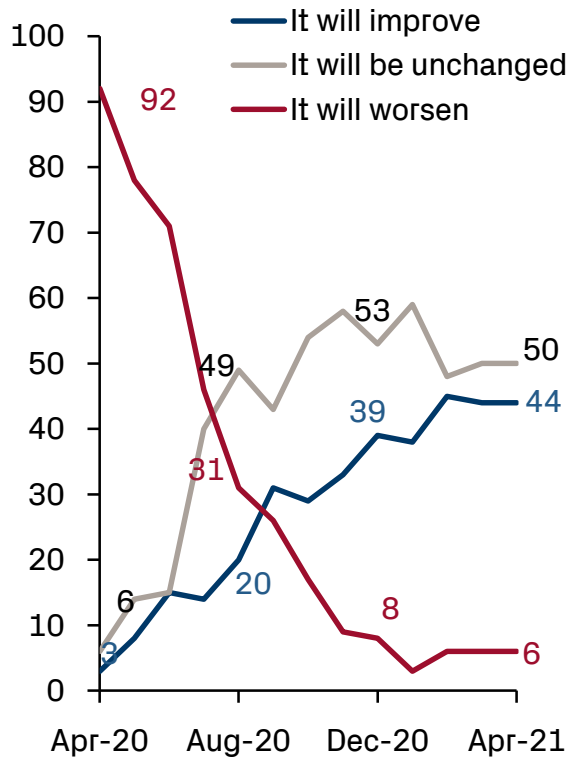


Source: Credit Suisse / Buendía & Márquez survey

How do you think Mexico's economic situation will be in 12 months versus today?

Economists

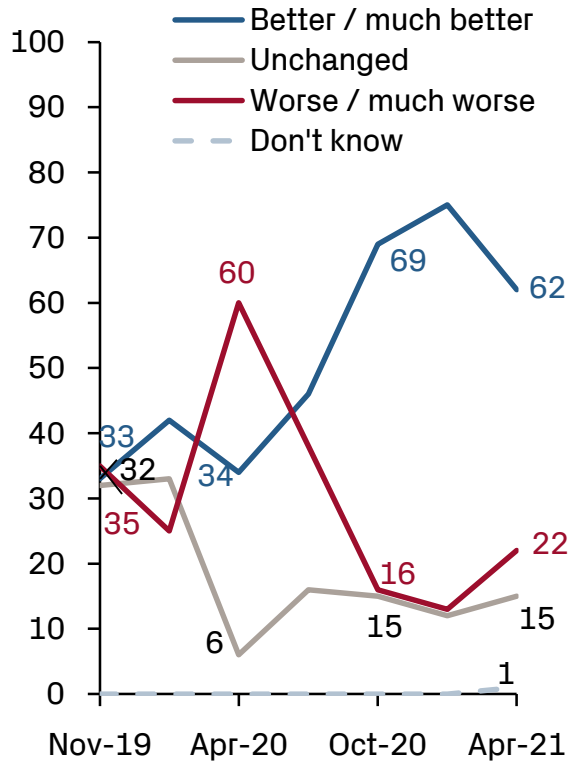
% of total responses – Will the business climate improve in the next six months?



Source: Central bank survey

Investors

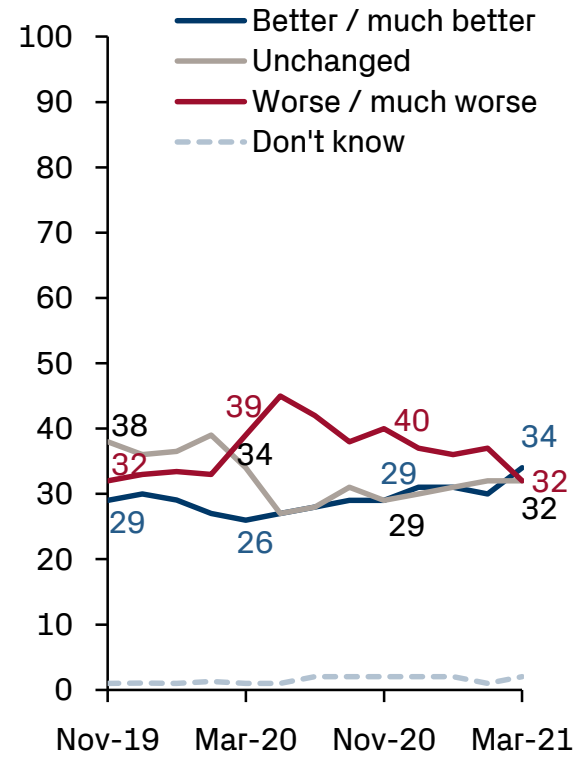
% of total responses – How will the Mexican economy be in one year?



Source: Credit Suisse / Buendía & Márquez survey

General population

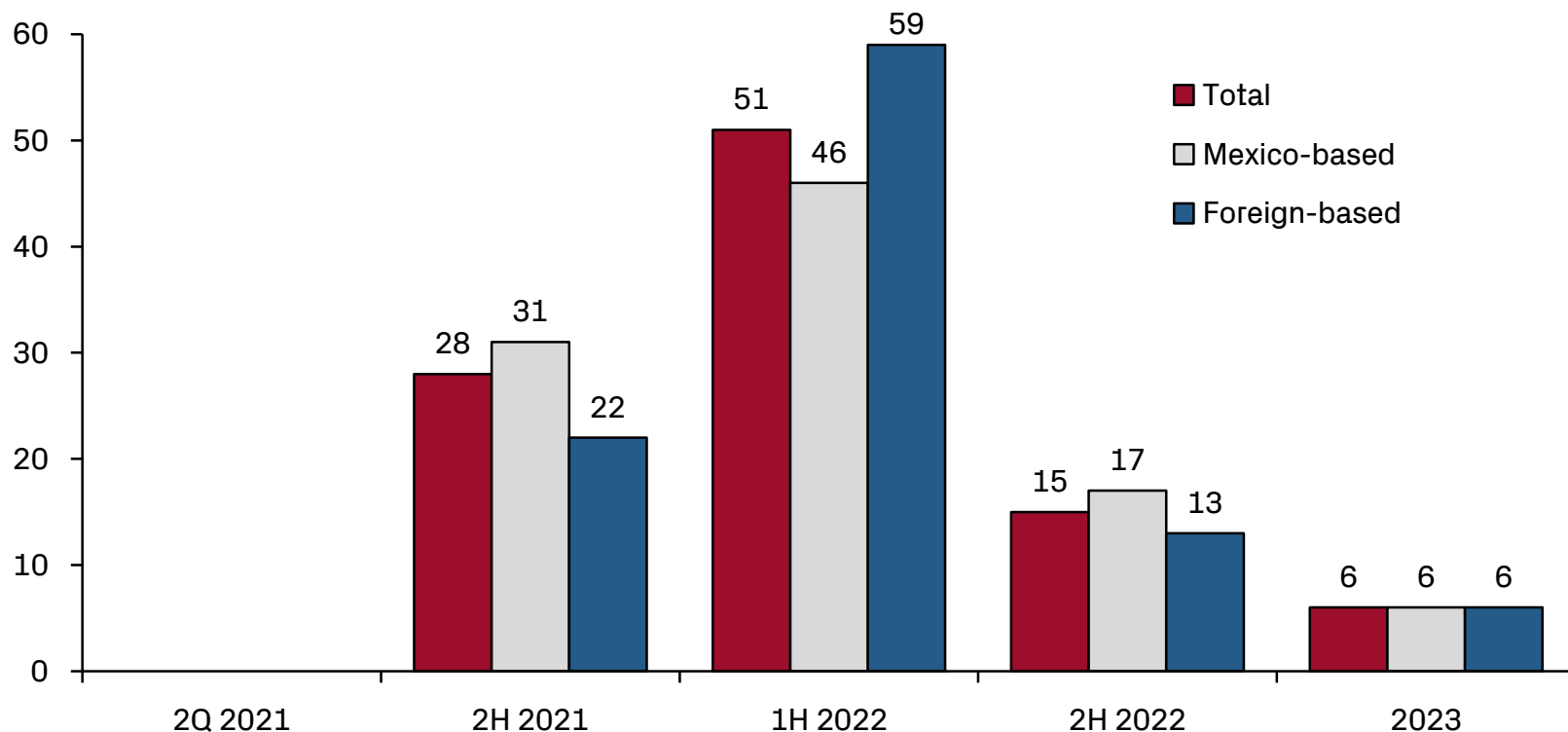
% of total responses – How will the Mexican economy be in one year?



Source: INEGI

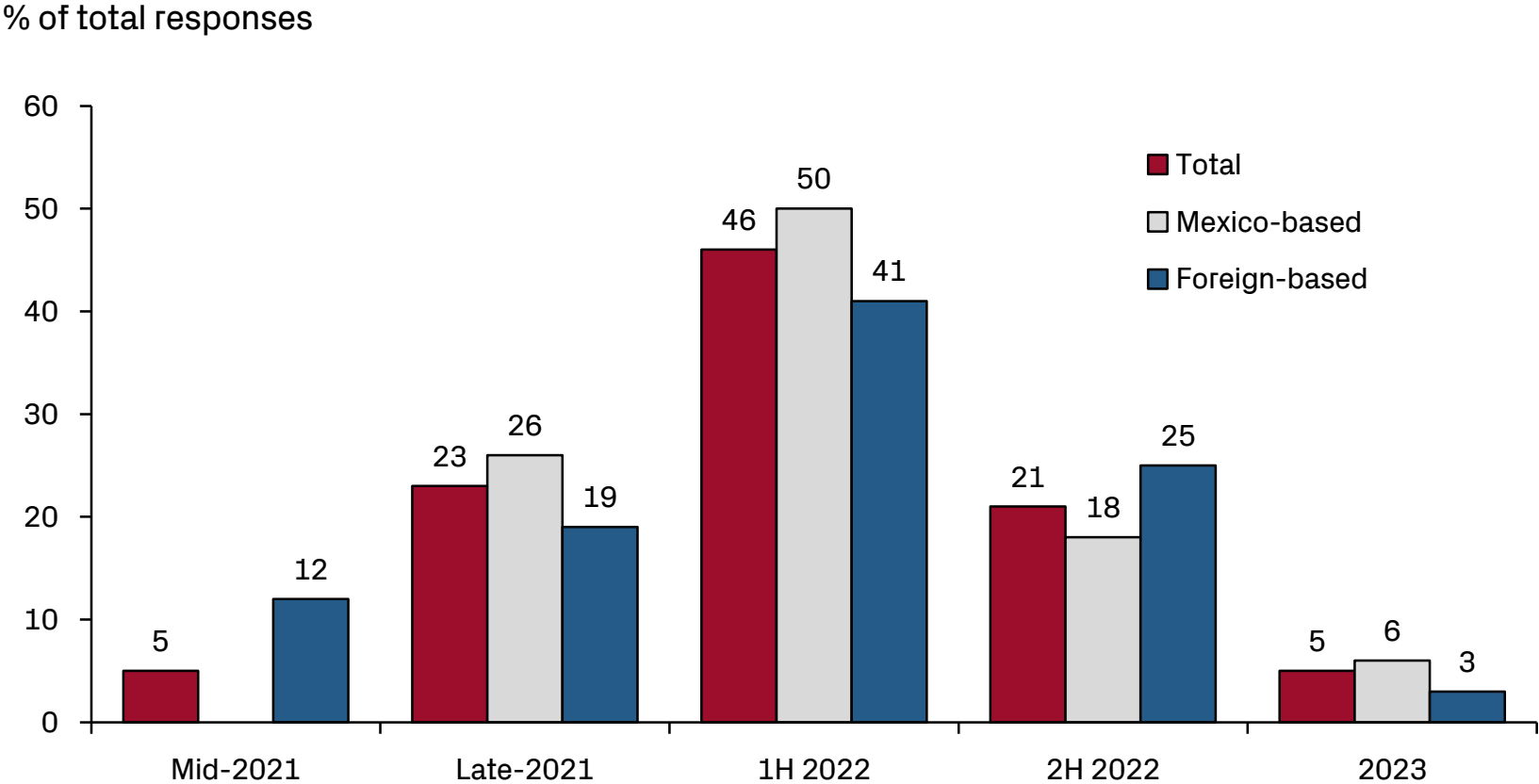
At this point, with all available information, when do you think mobility and everyday activities will return to normal (pre-pandemic) in Mexico?

% of total responses



Source: Credit Suisse / Buendía & Márquez survey

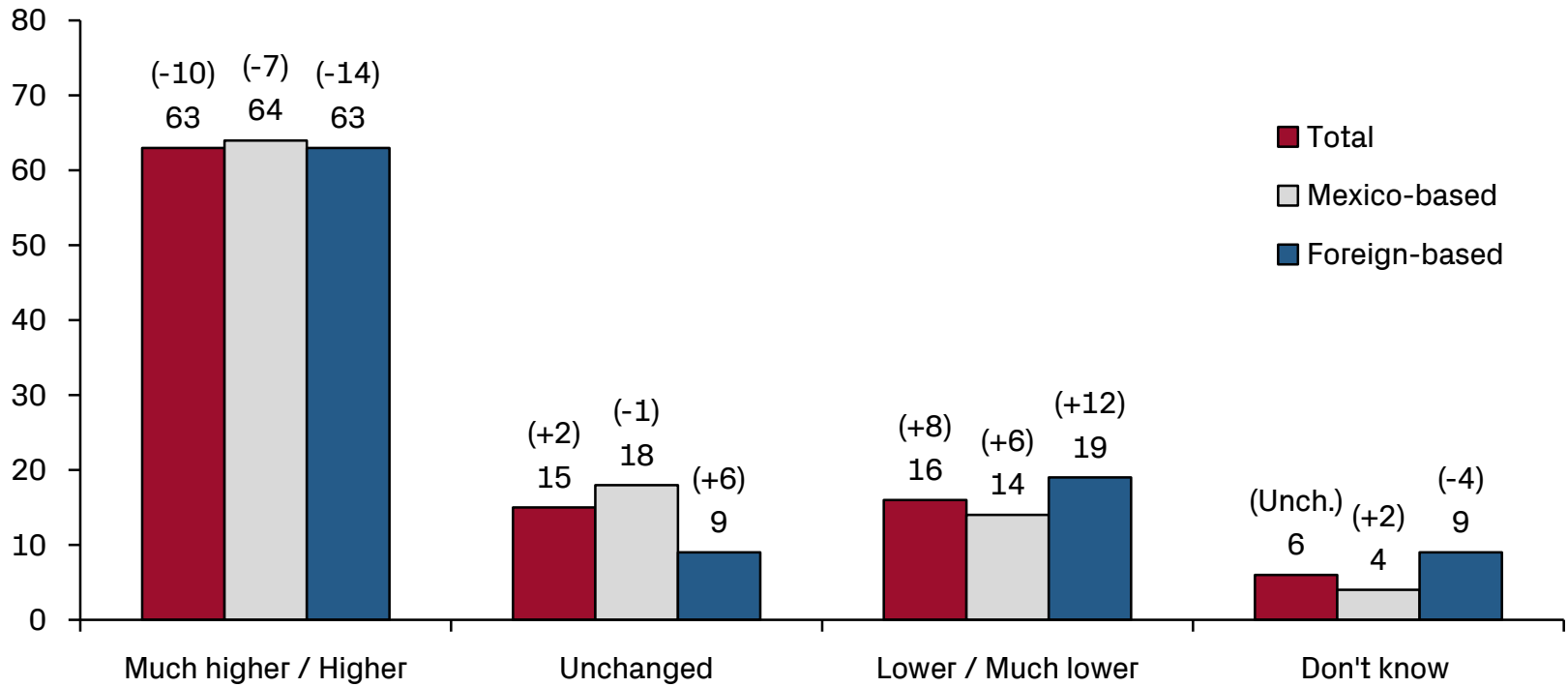
When do you think global conditions will allow you as an individual to feel comfortable enough to attend a large investor conference in person?



Source: Credit Suisse / Buendía & Márquez survey

How do you think the Mexican stock market will perform in the next 12 months relative to the current level (in peso terms)?

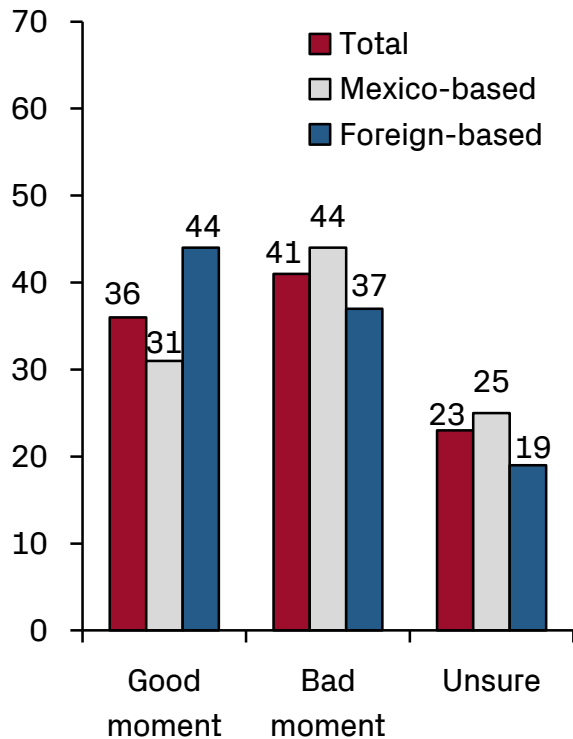
% of total responses, variation versus January 2021 survey in parenthesis



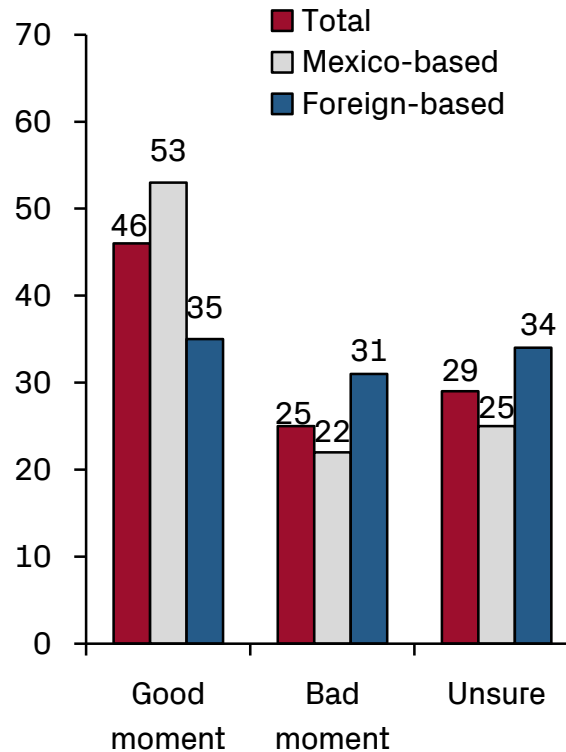
Source: Credit Suisse / Buendía & Márquez survey

Do you think this is a good moment or a bad moment to add risk positions in _____?

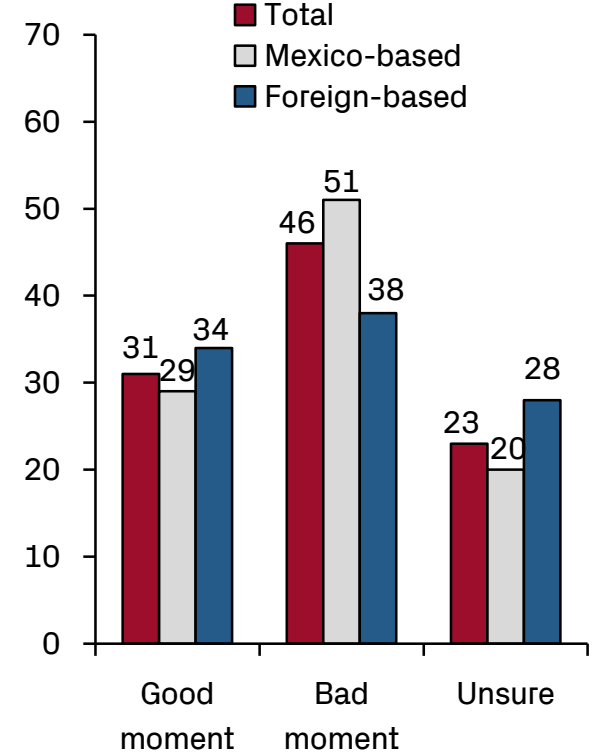
Mexican local government bonds
% of total responses



Mexican equities
% of total responses



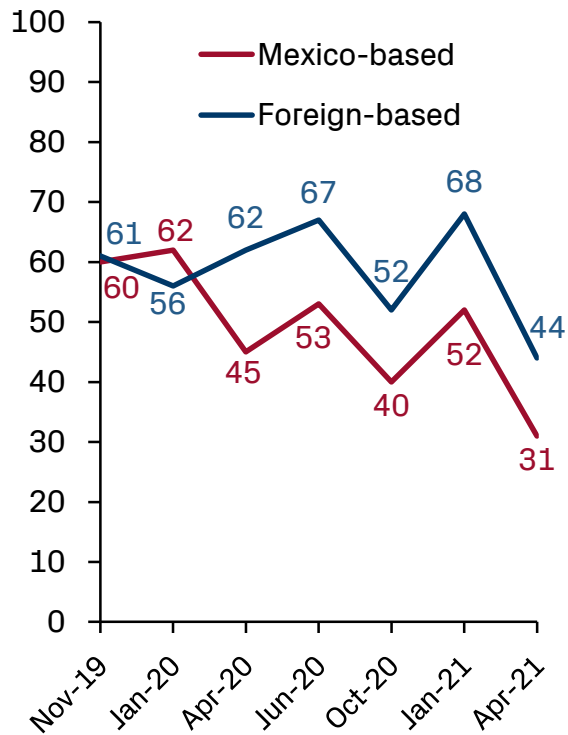
The Mexican peso
% of total responses



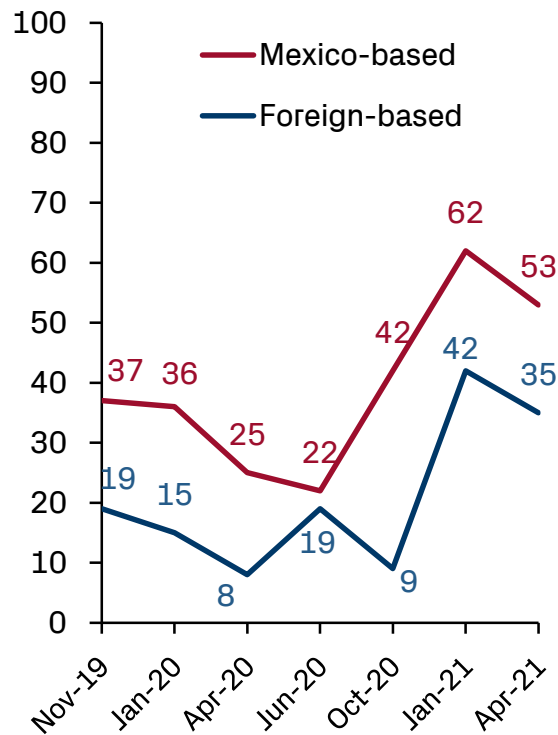
Source: Credit Suisse / Buendía & Márquez survey

Do you think this is a good moment to add risk positions in _____?

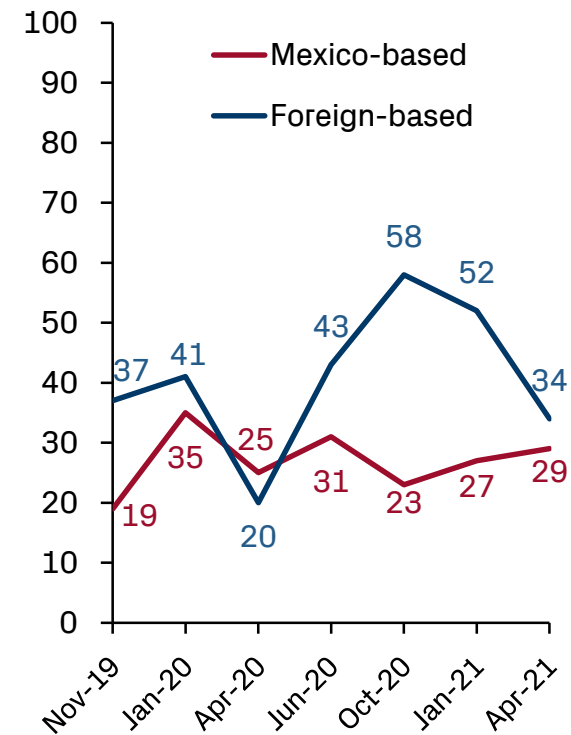
Good moment to add Mexican local government bonds
% of total responses



Good moment to add positions in Mexican equities
% of total responses

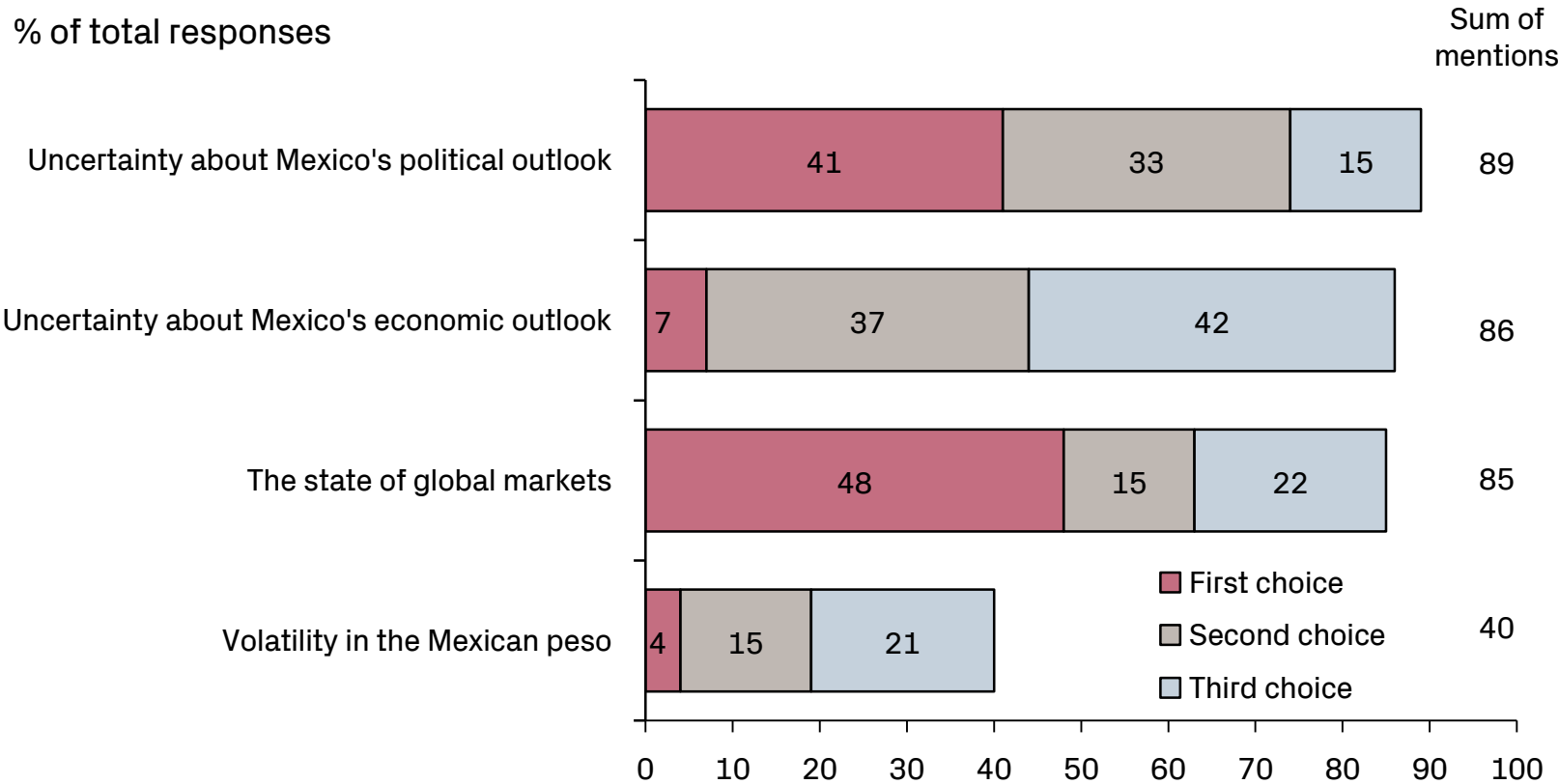


Good moment to add positions in the Mexican peso
% of total responses



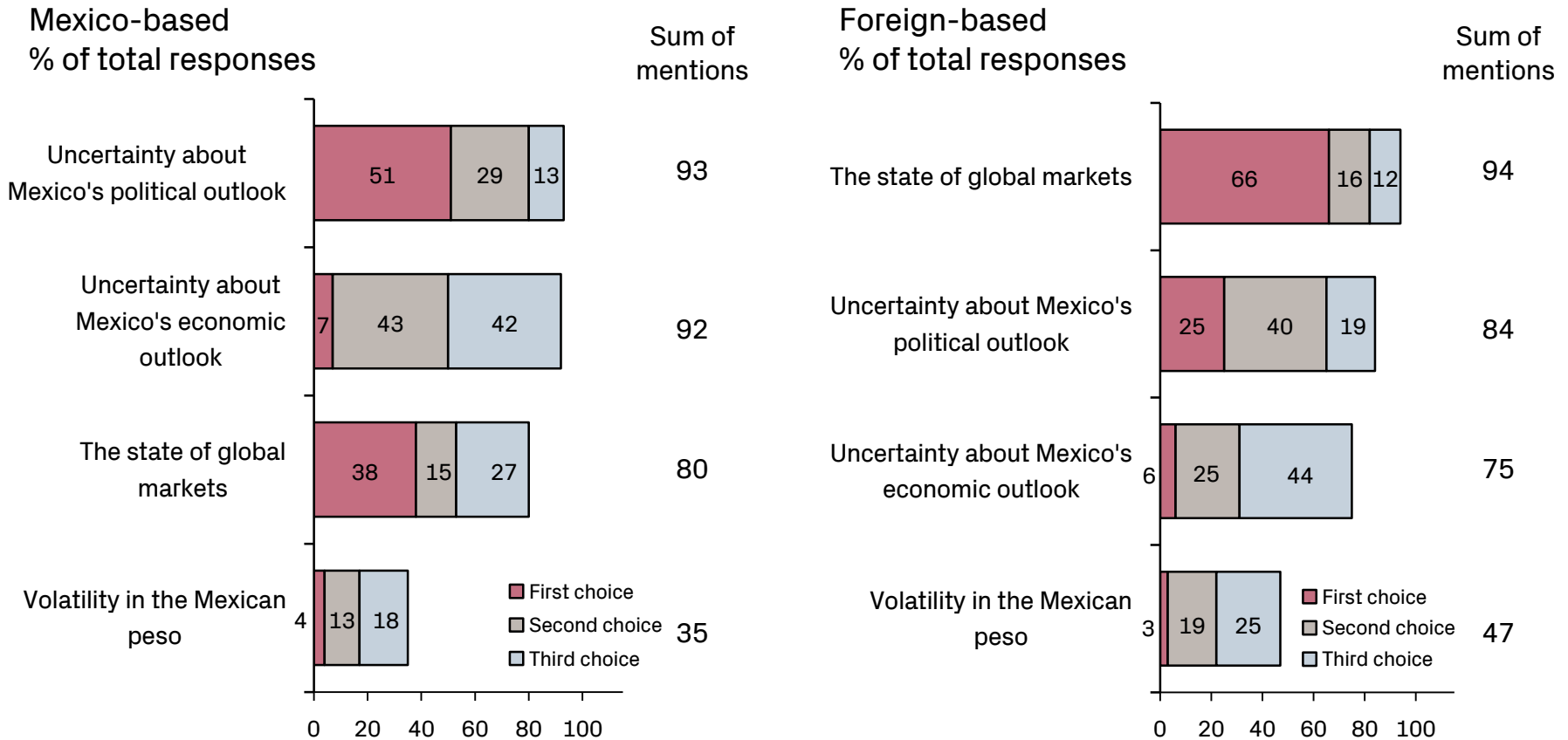
Source: Credit Suisse / Buendía & Márquez survey

From most important to least important, which do you think are the three main issues that could undermine the return of your investments in Mexican financial assets in 2021?



Source: Credit Suisse / Buendía & Márquez survey

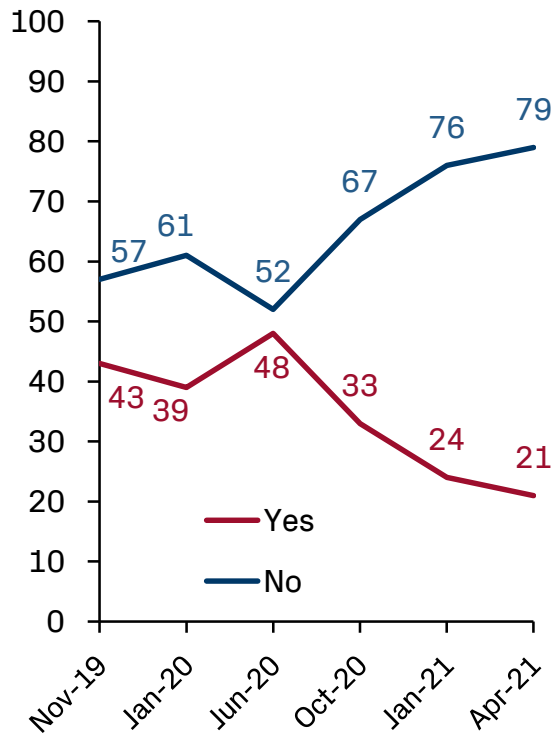
From most important to least important, which do you think are the three main issues that could undermine the return of your investments in Mexican financial assets in 2021?



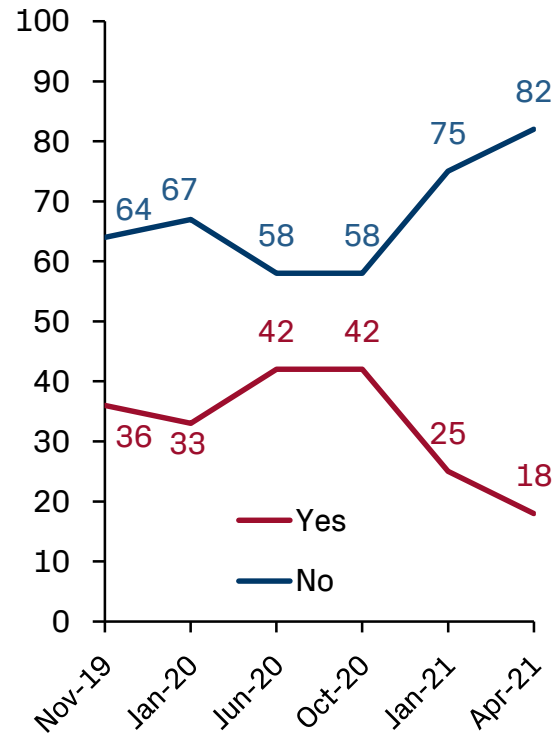
Source: Credit Suisse / Buendía & Márquez survey

Do you think Mexico's long-term foreign currency debt will be downgraded at least once in the next six months?

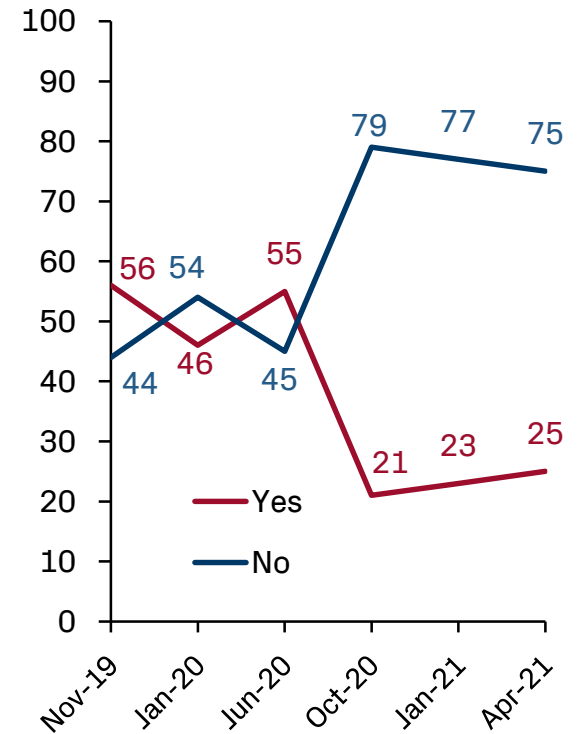
Total
% of total responses



Mexico-based
% of total responses?



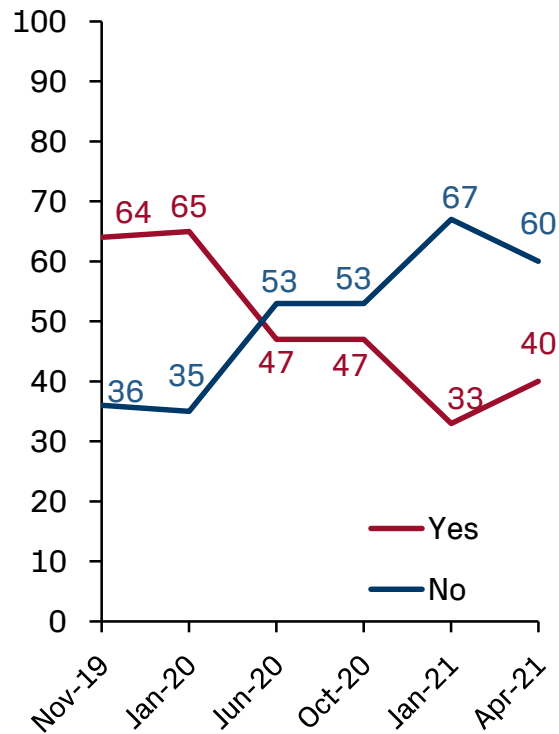
Foreign-based
% of total responses



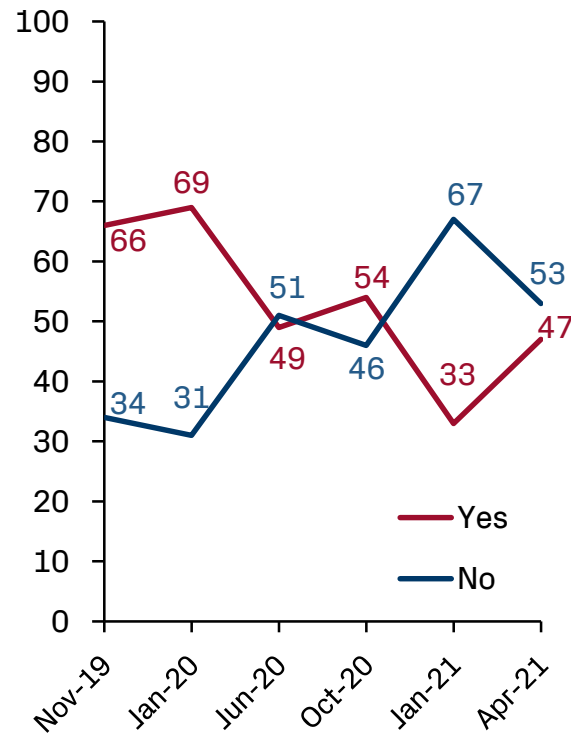
Source: Credit Suisse / Buendía & Márquez survey

Do you think that Pemex's long-term foreign currency debt will be downgraded at least once in the next six months?

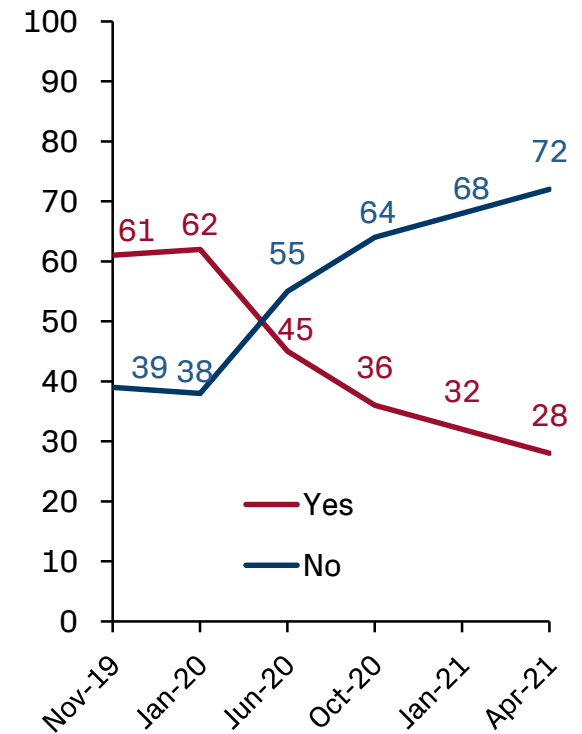
Total
% of total responses



Mexico-based
% of total responses?



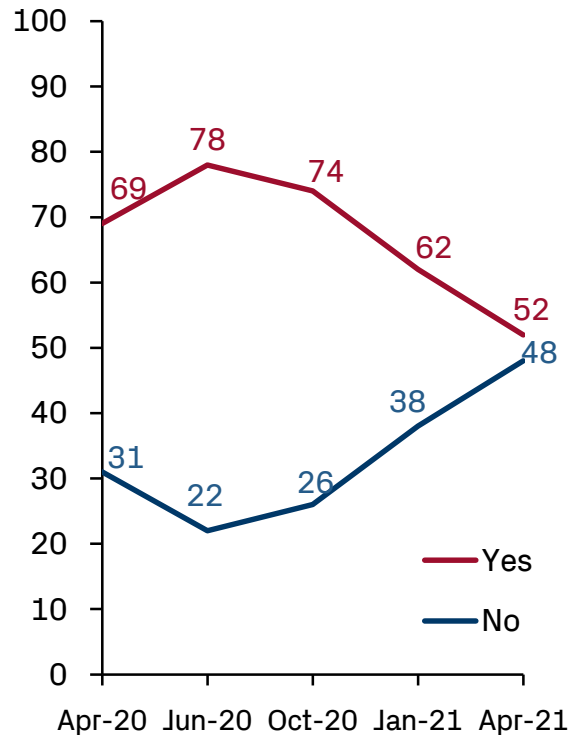
Foreign-based
% of total responses



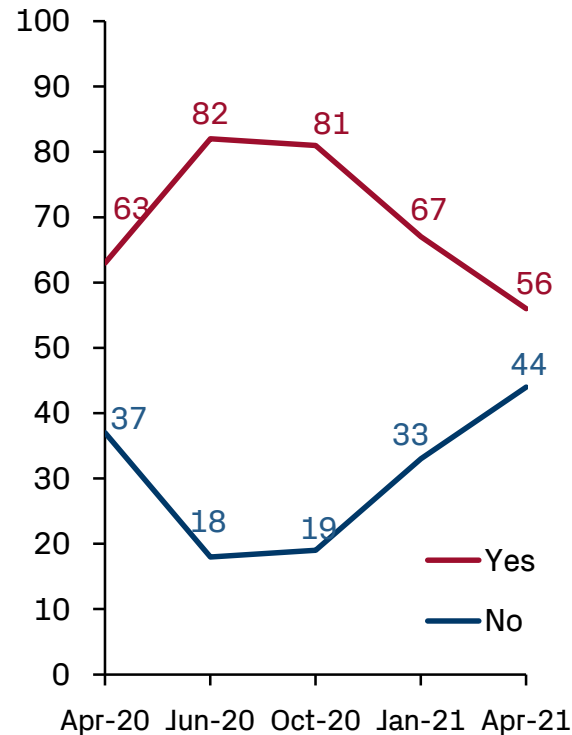
Source: Credit Suisse / Buendía & Márquez survey

Do you think that Mexico will lose its investment-grade status by at least two rating agencies in the remainder of the Lopez Obrador administration?

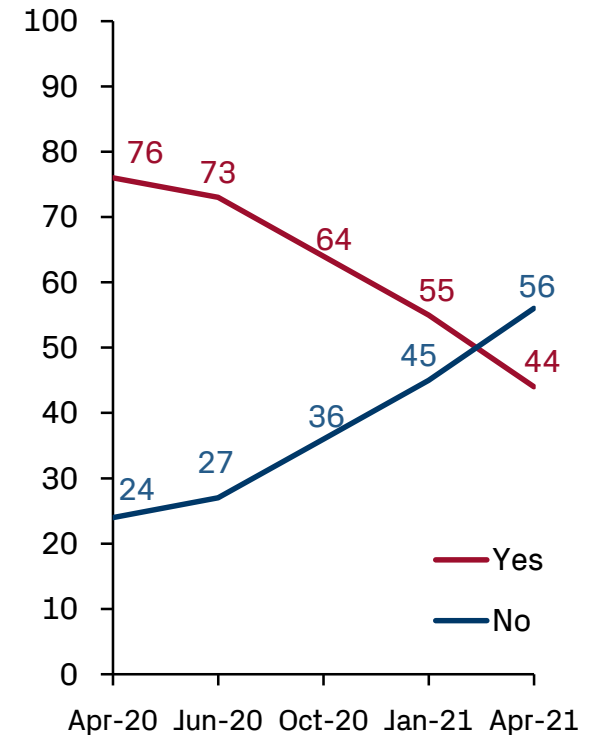
Total
% of total responses



Mexico-based
% of total responses?



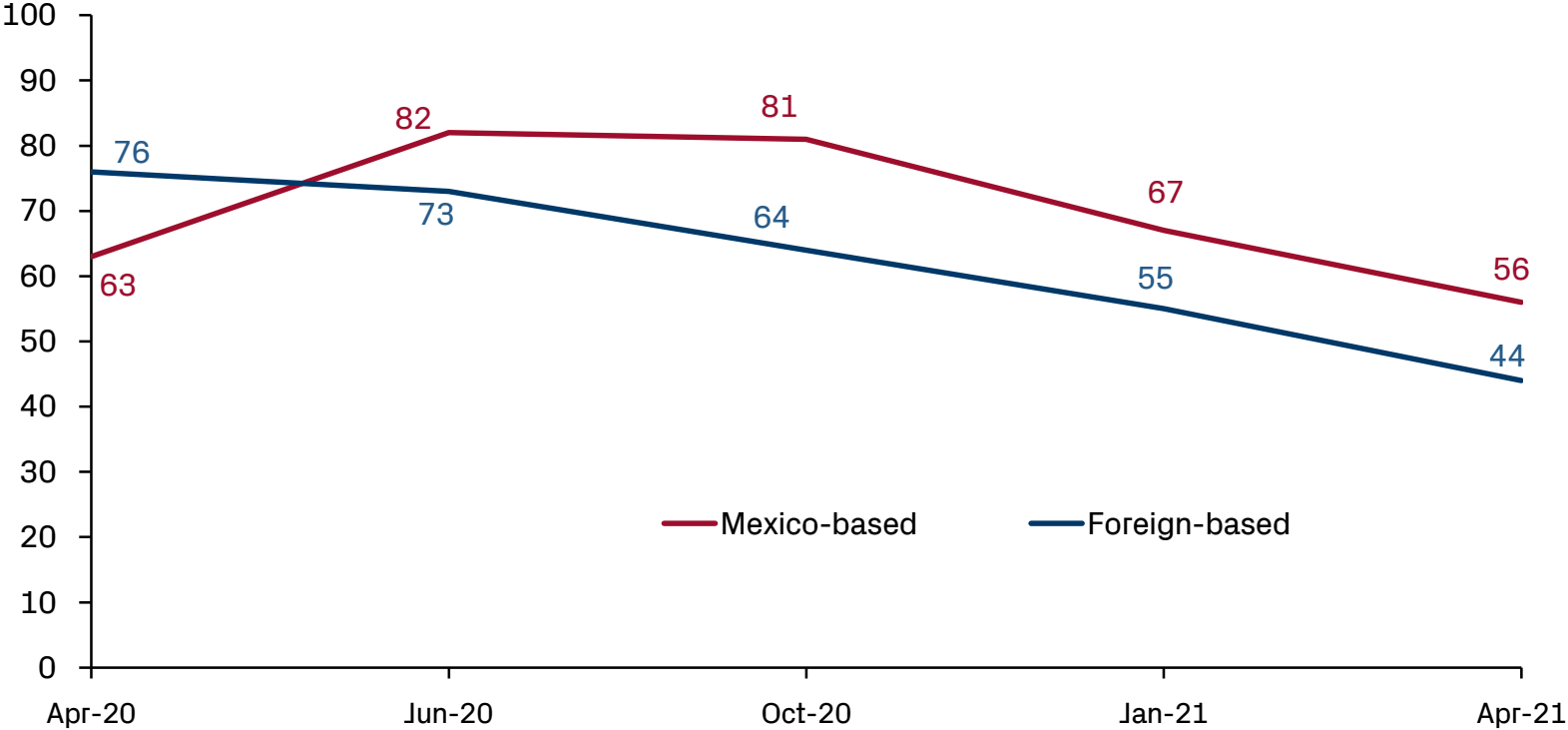
Foreign-based
% of total responses



Source: Credit Suisse / Buendía & Márquez survey

Do you think that Mexico will lose its investment-grade status by at least two rating agencies in the remainder of the Lopez Obrador administration?

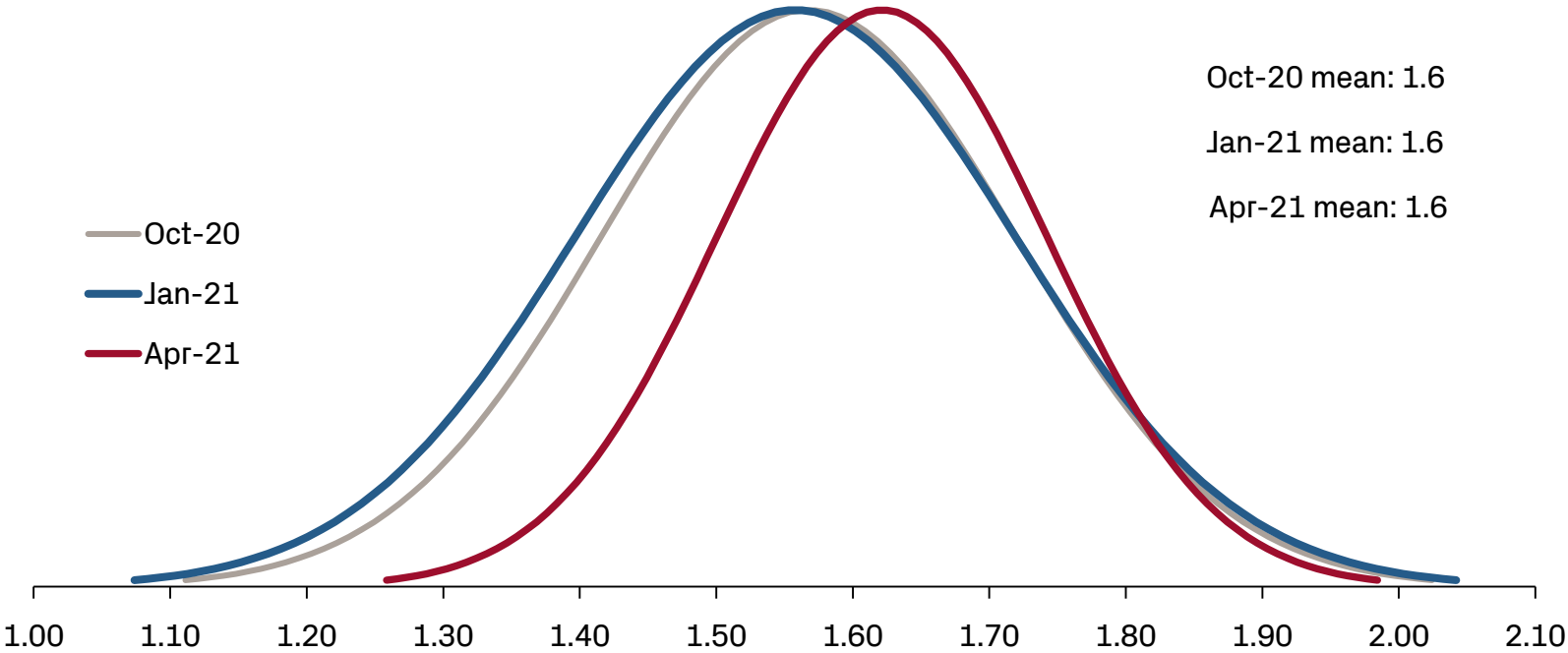
Yes, it will lose it – by domicile
% of total responses



Source: Credit Suisse / Buendía & Márquez survey

What do you expect Pemex's oil output to be one year from now (latest data point as of February 2021 was 1.65mn barrels per day)?

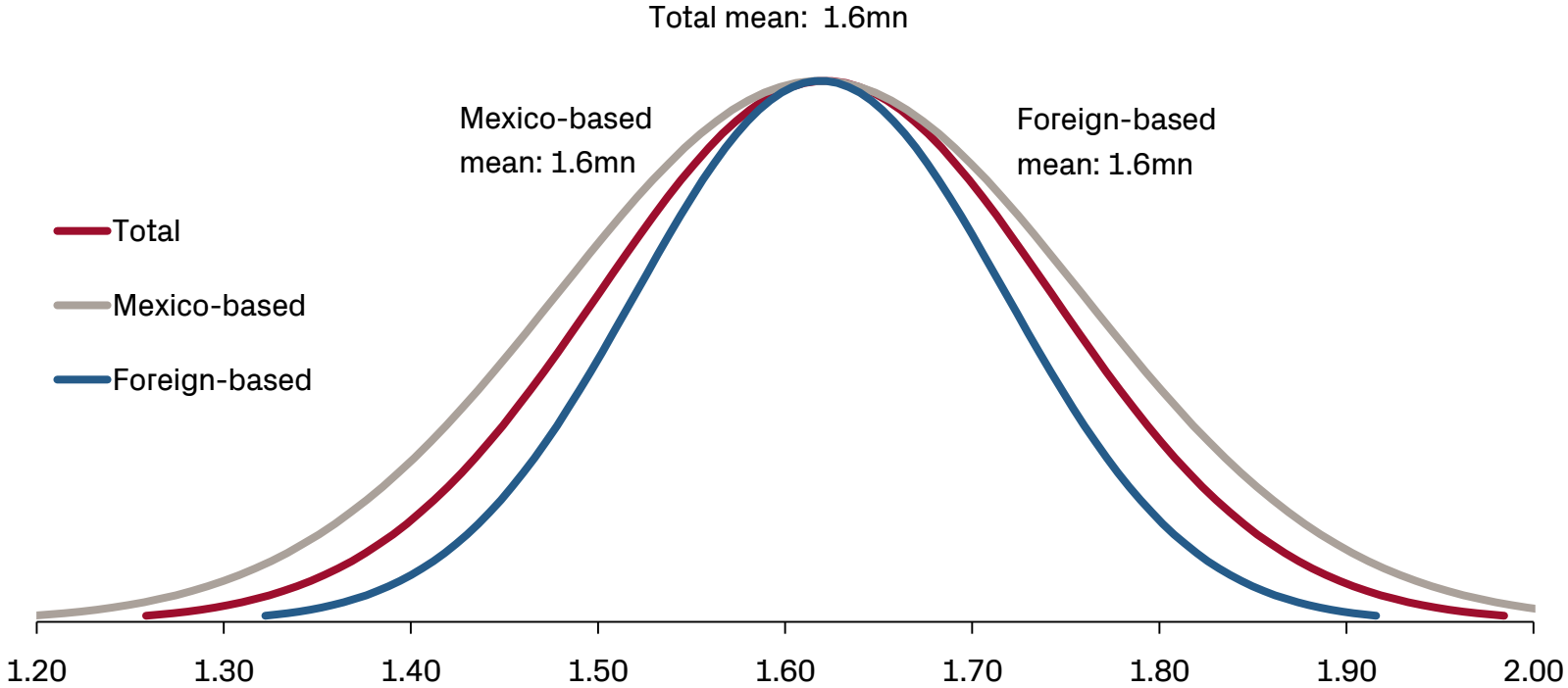
Total responses
Normal distribution of probabilities, millions of barrels per day



Source: Credit Suisse / Buendía & Márquez survey

What do you expect Pemex's oil output to be one year from now (latest data point as of February 2021 was 1.65mn barrels per day)?

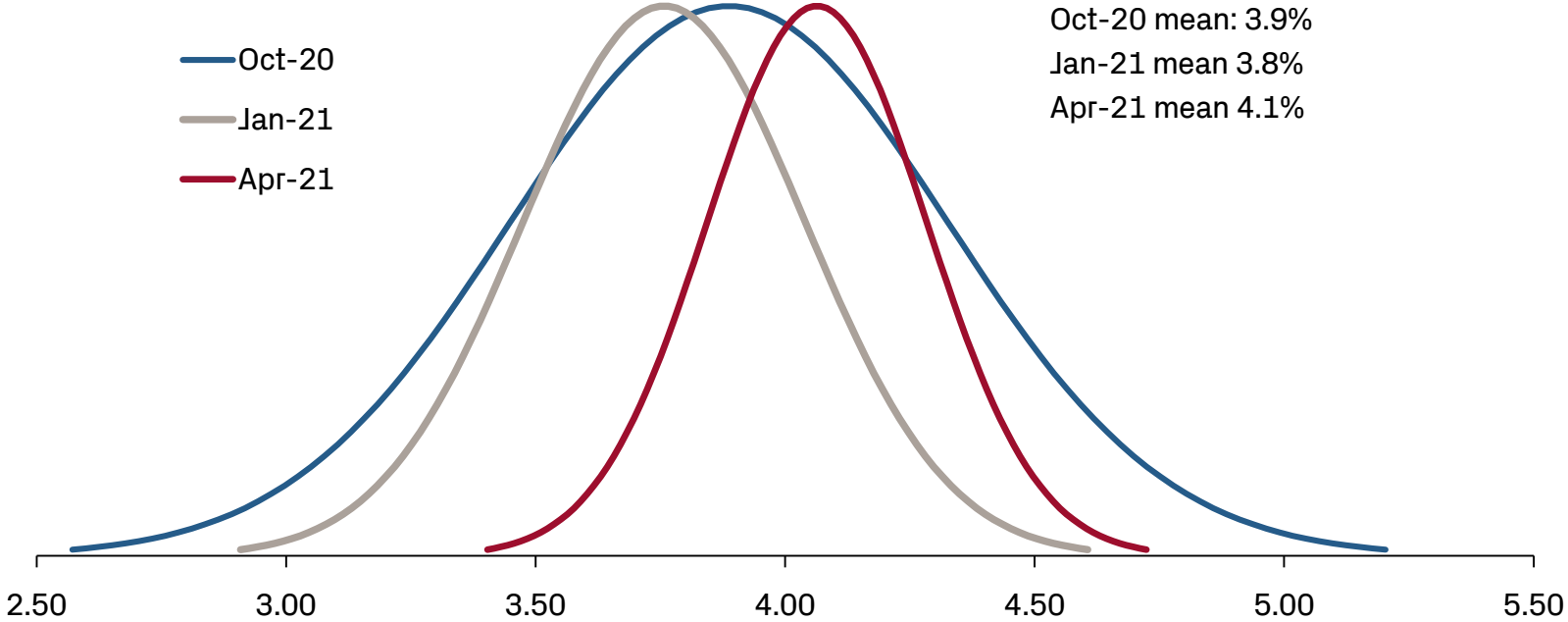
Total responses
Normal distribution of probabilities, millions of barrels per day



Source: Credit Suisse / Buendía & Márquez survey

Which is your best estimate of the overnight rate (set by the central bank and currently at 4.00%) at the end of 2021?

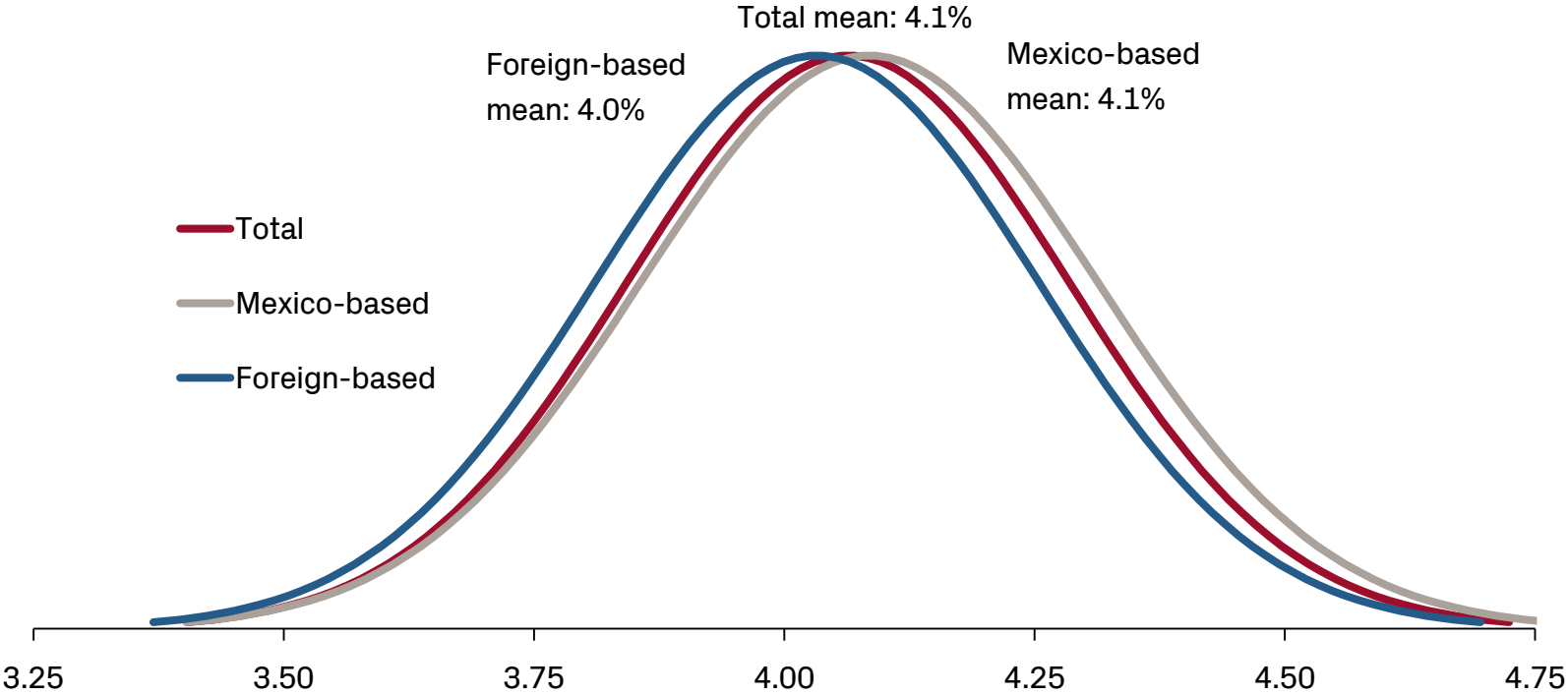
Total responses
Normal distribution of probabilities, %



Source: Credit Suisse / Buendía & Márquez survey

Which is your best estimate of the overnight rate (set by the central bank and currently at 4.00%) at the end of 2021?

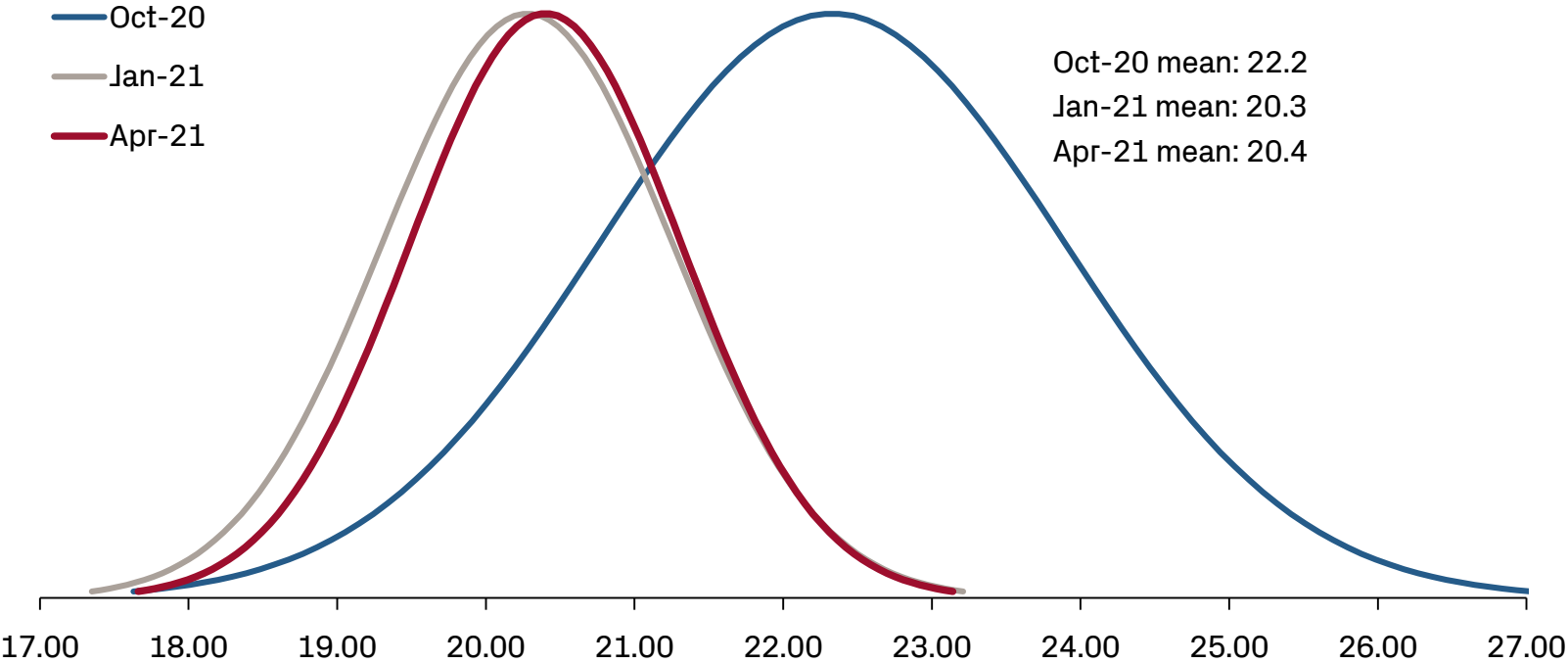
Total responses
Normal distribution of probabilities, %



Source: Credit Suisse / Buendía & Márquez survey

Which is your best estimate of the exchange rate (Mexican pesos per US dollar) at the end of 2021?

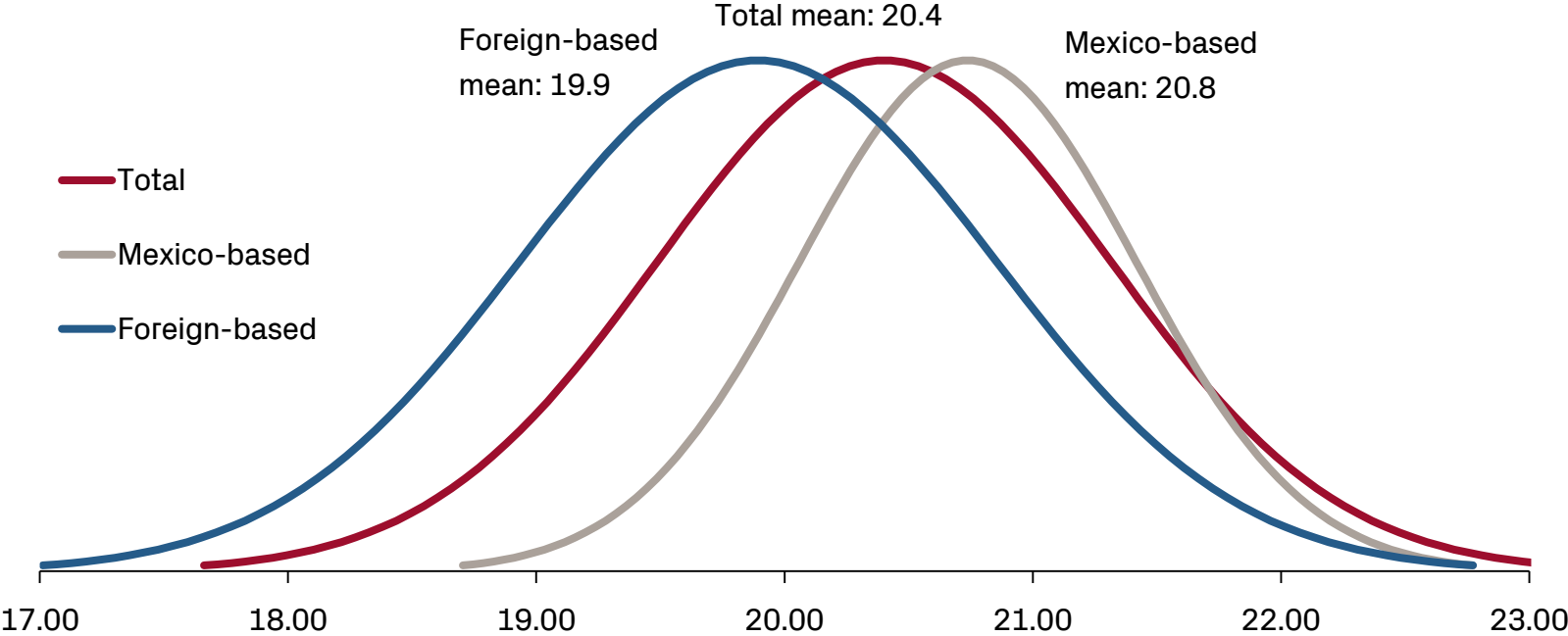
Total responses
Normal distribution of probabilities



Source: Credit Suisse / Buendía & Márquez survey

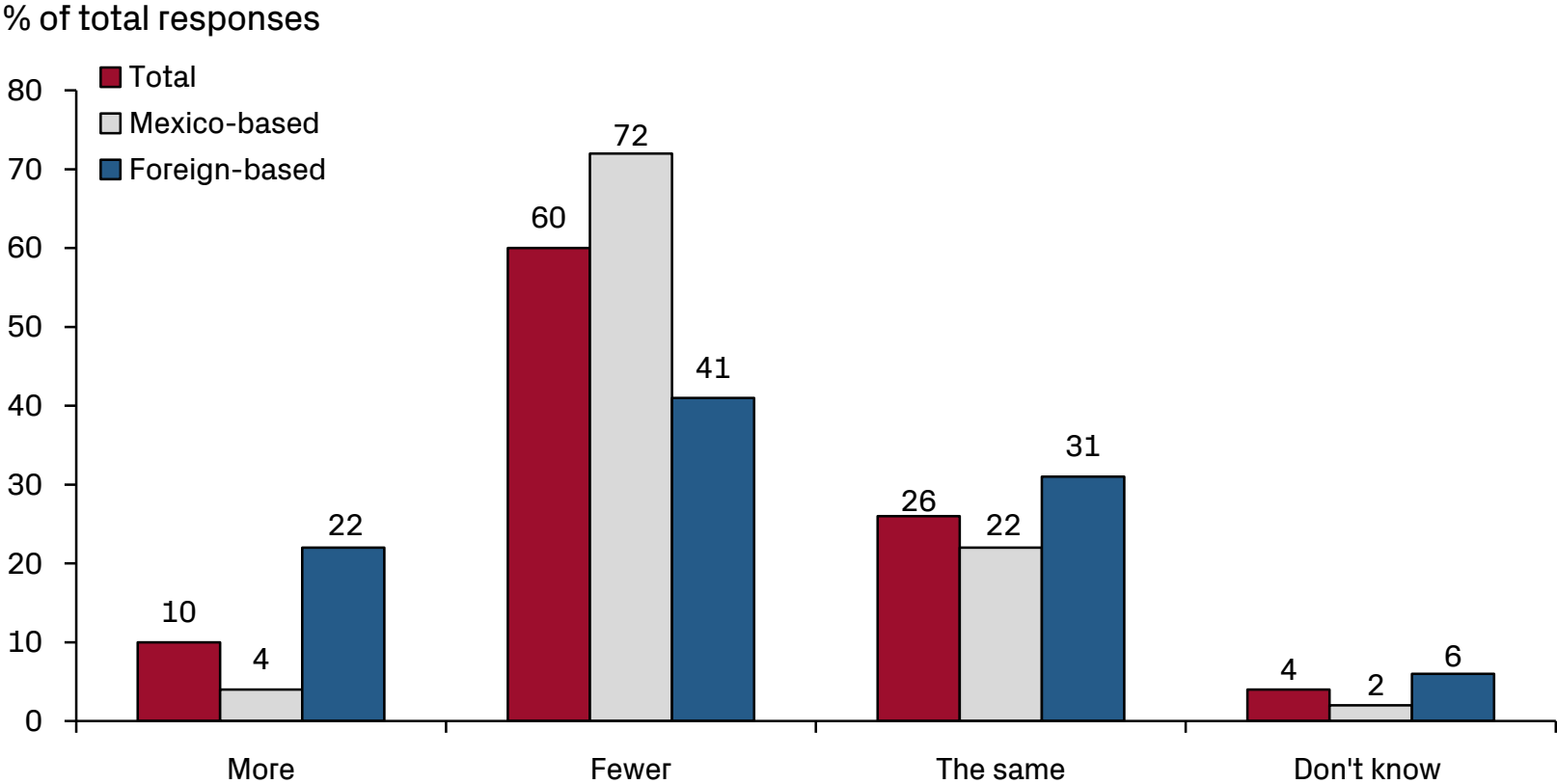
Which is your best estimate of the exchange rate (Mexican pesos per US dollar) at the end of 2021?

Total responses
Normal distribution of probabilities



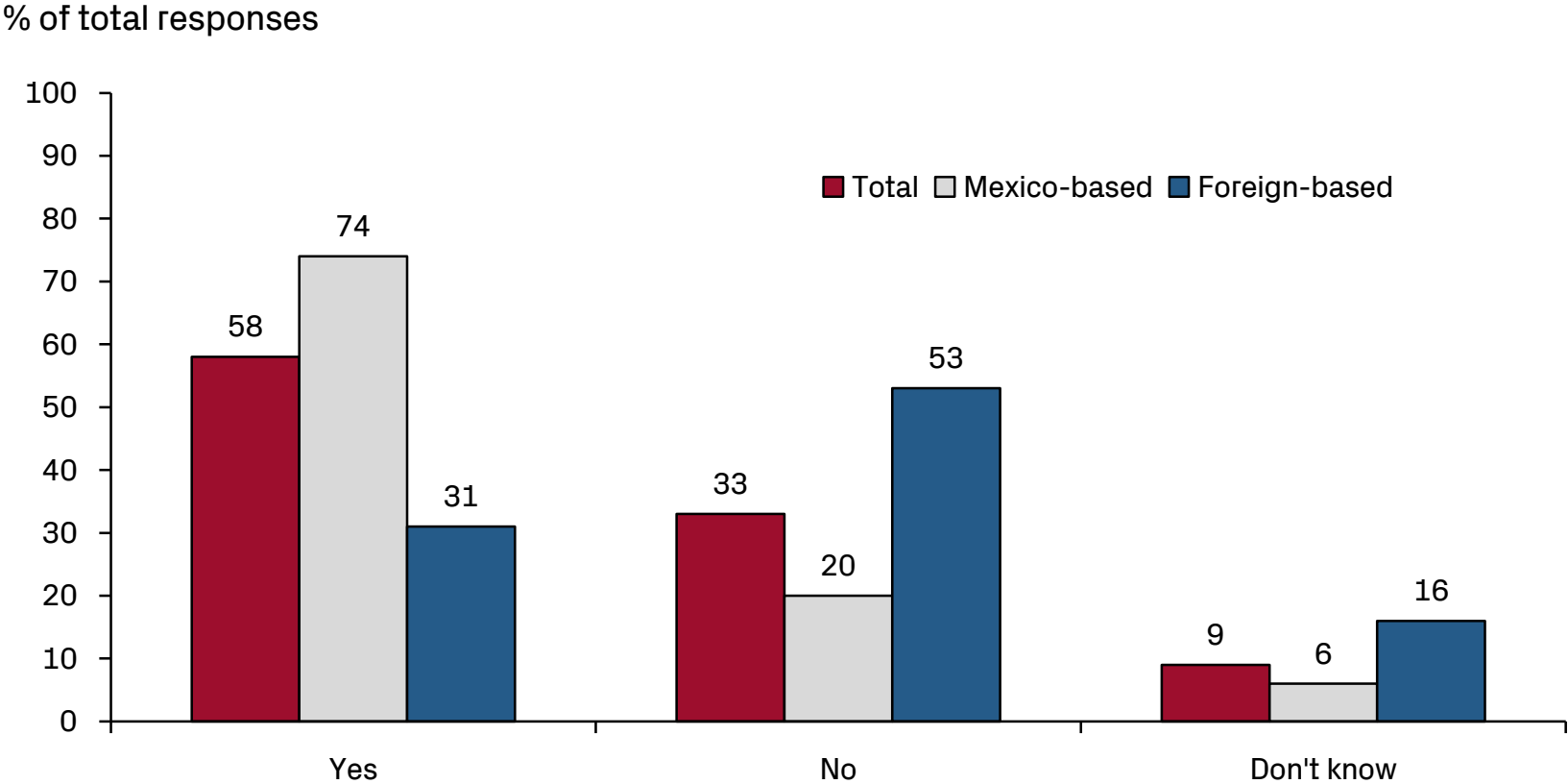
Source: Credit Suisse / Buendía & Márquez survey

Ruling party MORENA and its PT, PES and PVEM allies currently hold 334 of 500 seats in the Lower House. Will they hold more/fewer/the same number of seats following the June 2021 elections?



Source: Credit Suisse / Buendia & Laredo survey

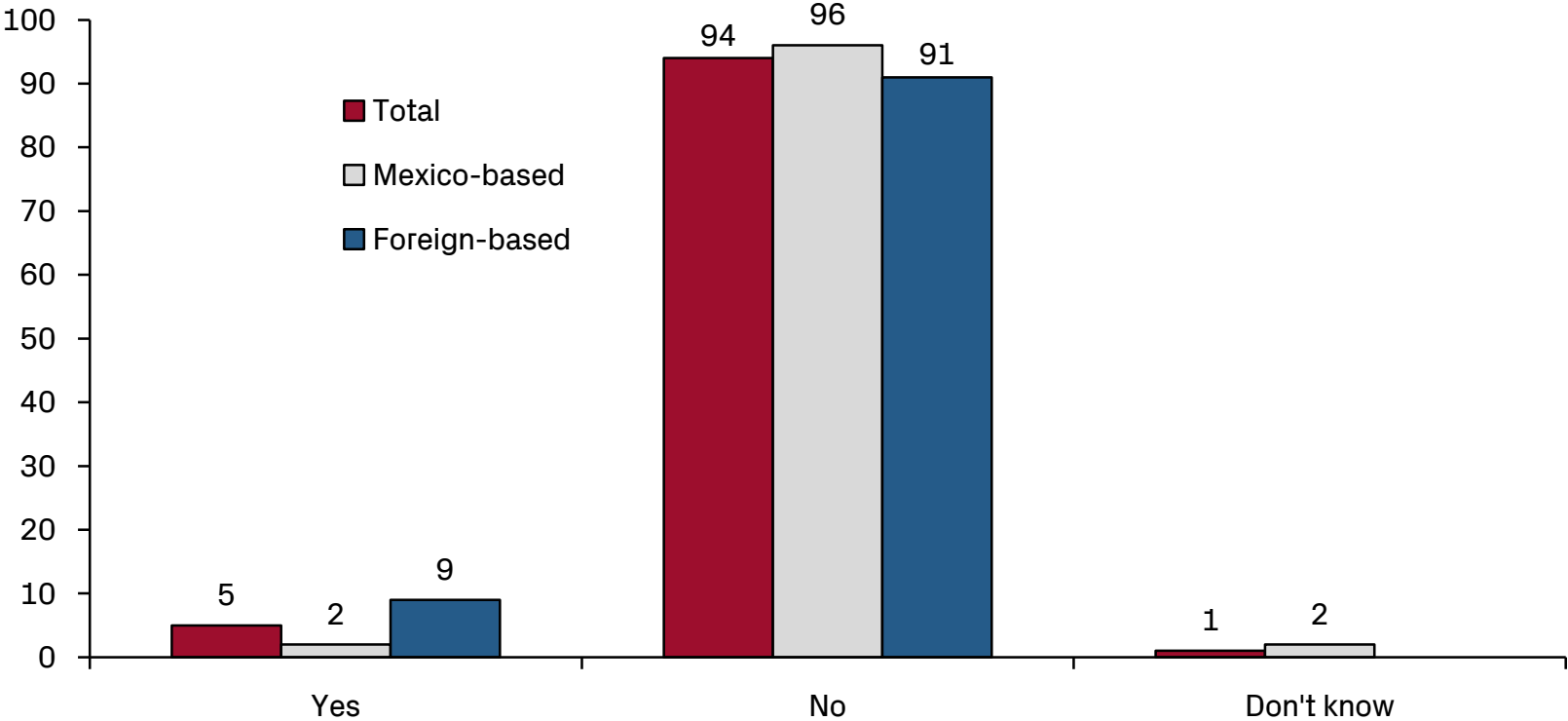
Will your approach to investing in Mexican financial assets change depending on the outcome of the Lower House elections?



Source: Credit Suisse / Buendia & Laredo survey

Would you like to see MORENA and its allies control a two-thirds majority in the Lower House after the June elections?

% of total responses



Source: Credit Suisse / Buendia & Laredo survey

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