



Minutes

October 30, 2018

Fourth meeting of the Mexican Foreign Exchange Committee

Mexico City, Tuesday, October 30, 2018, 5:00 p.m.

Location: BBVA Bancomer, Paseo de la Reforma 510, Colonia Juárez, Z.C. 06600, Delegación Cuauhtémoc, Mexico City.

Host: BBVA Bancomer.

Attendees:

Members

Jaime Cortina Morfín – President, Bank of Mexico.

Juan García Padilla, Bank of Mexico.

Juan Pablo Newman Aguilar, Secretaría de Hacienda y Crédito Público

Alejandro Aguilar Ceballos, Operadora de Fondos Banorte, S.A de C.V. SOFI., Grupo Financiero Banorte

Alejandro Faesi Puente, Grupo Financiero Banorte, S.A.B. de C.V.

Álvaro Vaqueiro Ussel, Grupo Financiero BBVA Bancomer, S.A. de C.V.

Antonio Sibaja Luna, Profuturo AFORE, S.A. de C.V.

Eduardo Riba Aspe, Enlace Int, S.A de C.V.

Fidel Martínez San Martín, Grupo Financiero Citibanamex, S.A de C.V.

Guillermo Camou Hernández, Asociación Mexicana de Instituciones Bursátiles, A.C. (AMIB).

Joaquín Caicedo Russi, Banco J.P. Morgan, S.A., Institución de Banca Múltiple, J.P. Morgan Grupo Financiero.

José Ignacio Torres H. Mantecón, Vector Casa de Bolsa, S.A. de C.V.

Juan José Hicks Pedrón, Scotiabank Inverlat, S.A.

Luis Alvarado Mejía, Asociación de Bancos de México (ABM)

Luis Betancourt Barrios, Banco Santander (México), S.A., Institución de Banca Múltiple, Grupo Financiero Santander México.

Luis Manuel Murillo Peñaloza, Valores Mexicanos Casa de Bolsa, S.A. de C.V.

Matt O'Hara, 360 Trading Networks, Inc. (Americas)



Pedro Guerra Menéndez, Nacional Financiera, S.N.C., Institución de Banca de Desarrollo

Rodrigo Guzmán Perera, Mexichem, S.A.B. de C.V.

Sergio Méndez Centeno, Afore XXI Banorte, S.A. de C.V.

Secretariat

Mayte Rico Fernández – Secretary, Bank of Mexico

Guests

Adrian Boehler, BNP Paribas

Paulina Barajas, BNP Paribas

Pilar Figueredo Díaz, Bank of Mexico

Luis Murray Arriaga, Bank of Mexico

Raúl Álvarez del Castillo Penna, Bank of Mexico

AGENDA

1. Welcome

The President of the Committee welcomed all attendees of the fourth meeting of the Mexican Foreign Exchange Committee (MFXC) and thanked Adrian Boehler, Global Co-Head of Foreign Exchange and Local Markets (FXLM) and Commodity Derivatives at BNP Paribas, member of the Foreign Exchange Joint Standing Committee and the FX Contact Group, and Vice-Chair of the Global Foreign Exchange Committee (GFXC), for his attendance as a guest to this meeting. He also thanked and welcomed Matt O'Hara, CEO of 360T Americas, for joining for the first time the meetings of the MFXC as a new member.

2. Participation: Adrian Boehler

Adrian Boehler, of BNP Paribas, shared with members his opinions and perspective regarding the implementation and adoption of the Code in global markets, and the tasks that have been performed by the GFXC. In more detail, he highlighted the number of market participants that have adhered to the Code in accordance to the Global Index of Public Registers, mentioned that the biggest challenge to adherence has continued to be the buy-side sector, detailed the work done by the different working groups from the GFXC and mentioned that the next meeting will be held in



Paris, France on November 29–30, where the latest developments and future plans will be discussed.

3. Mexican Foreign Exchange Committee and the FX Global Code

The members of the Committee received an update on the number of market participants that have adhered to the FX Global Code in Mexico. Also, members were incentivized to publish and promote their Statements of Commitment at the Public Register on the MFXC's website. In addition, members were informed of the projects in which the Committee has participated during the last few months at the GFXC. Finally, members discussed and suggested ideas on how to promote the Code among buy-side market participants.

In regard to the outstanding projects of the Committee, it was mentioned that the document that is being drafted as an analysis of FX trading on electronic platforms in Mexico and the execution of trades that involve the Mexican peso in these type of platforms will be presented to members for their approval and revision on the first meeting held in 2019.

4. Trends and developments in FX markets

Adrian Boehler, of BNP Paribas, again shared with members his opinions and perspective regarding the last trends and developments in the FX market, highlighting the wider use of electronic platforms. In addition, Matt O'Hara of 360T Americas also presented his perspective in relation to the latest developments in the market. Both agreed that the latest trends and regulatory and transparency requirements have led to a wider use of electronic platforms seeking best execution and a greater number of participants that demand and offer these type of services.

5. USD/MXN market

The members expressed their opinions and perspectives regarding the Mexican peso trading conditions at local and foreign markets in relation to the FX market structure, its main trading channels, its trading hours and foreign exchange instruments related to the peso, among others.



6. Any other business

The next meeting is scheduled for January 29, 2019. Additionally, it was mentioned that a calendar proposal would be sent to members in order to analyze the viability of the proposed schedule for everyone.