



Minutes

June 24th, 2021

Thirteenth meeting of the Mexican Foreign Exchange Committee

Mexico City, Thursday, June 24, 2021

Location: The meeting was held via videoconference at 04:30 P.M., Mexico City time.

Host: Bank of Mexico.

Attendees:

Members

Gerardo Israel García López – President, Bank of Mexico.

Juan Rafael García Padilla, Bank of Mexico.

Mayte Rico Fernández, Bank of Mexico.

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

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

Gilberto Romero, Banco Ve por Más, S.A., Institución de Banca Múltiple, Grupo Financiero Ve Por Más.

Javier Alvarado Chapa, Banco Monex, S.A., Institución de Banca Múltiple, Monex Grupo Financiero.

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

José Castro Godard, Coca-Cola FEMSA, S.A.B. de C.V.

Leonardo Franco Villa Reynolds, Afore XXI-Banorte, S.A. de C.V.

Luis Alvarado Mejía, Banco Credit Suisse México, S.A., Institución de Banca Múltiple.

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

Manuel Meza, BBVA Bancomer, S.A., Institución de Banca Múltiple, Grupo Financiero BBVA Bancomer.

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

Pedro Arroyo, Asociación Mexicana de Instituciones Bursátiles, A.C. (AMIB).

Stine Moller-Hansen Secher, Nacional Financiera, S.N.C., Institución de Banca de Desarrollo.



Tomás Acosta, CitiBanamex Afore, S.A. de C.V., Integrante del Grupo Financiero CitiBanamex.

Guests

Pilar María Figueredo Díaz, Banco de México.

Ximena Alfarache Morales, Bank of Mexico.

Carlos Miguel Vélez Martínez, Bank of Mexico.

Luis Murray Arriaga, Bank of Mexico.

AGENDA

1. Welcome

The President of the Committee welcomed all attendees of the thirteenth meeting of the Mexican Foreign Exchange Committee (MFXC).

In addition, the President welcomed Tomás Acosta from Afore Citibanamex, as a new member of the Committee.

2. Developments in global and local FX markets

Developments in global and local FX markets were discussed. In this context, the high correlation between emerging markets and developed markets was highlighted. Nevertheless, idiosyncratic risks continue to create a differentiation among the different asset classes. Furthermore, the relevance of monetary policy was emphasized given the environment of higher inflation rates observed in emerging economies.

3. Global Foreign Exchange Committee (GFXC) March meeting recap

Members of the Committee discussed the main developments of the last GFXC meeting: the final part of the revision of the Global FX Code as proposed by several of the working groups such as, “Anonymous Trading”, “Algorithmic Trading and Transaction Cost Analysis”, and “Disclosure and Transparency”. Finally, it was announced that the draft regarding the changes related to “Settlement Risk” is already completed, and a public consultation will be held for its final review.

4. Global Foreign Exchange Committee (GFXC) June meeting agenda



Items for the June GFXC meeting agenda were mentioned; among said items worth of note are the approval of the proposed changes to the Global FX Code, as well as the timeline for its publication and adoption. Finally, recent developments of the financial markets will be discussed.

5. The FX Global Code in Mexico and around the world, Update

An update of the adherence to to the FX Global Code in Mexico was briefly commented. The numbers have shown few changes.

6. Any other business

For the next Committee meeting, Thursday November 25, 2021 was the proposed date. In addition, Banco de México's project to enhance/upgrade the methodology of the Mexican peso closing foreign exchange rate, in response to the requests from several Market Participants in that regard, was also mentioned.