

Trading the Mexican market 11 facts that will attract you to the Mexican financial market

The Market

- 1. Mexico, a stable country, is among the 15 largest economies in the world and the second largest economy in Latin America. Mexico's economy is diversified, including high-tech industries, oil production, mineral exploitation and manufacturing.
- Mexico is the world's seventh agricultural power and also one of the world's ten largest car producers. Due to significant real estate investments, the construction sector is dynamic. Mexico has been a member of NAFTA, one of the largest free trade agreements in the world for more than 20 years.
- 3. The Mexican Peso is one of the most traded currencies in the world and the main hedging currency for emerging countries with insufficient liquidity.
- 4. The availability of Mexican securities in Europe has been minimal so far, thus resulting in opportunity costs for European investors who do not currently invest in Mexico.

The Exchange

- The BMV Group (BMV: BOLSA A), a public company since 2008 with 127 years of experience, is a fully integrated Exchange Group that operates the biggest stock exchange and the only derivatives exchange in Mexico. Market capitalization in 2021 is 530 billion USD, which is up 21 % year over year.
- 6. Flagship listings on the cash market are Walmex (Mexican subsidiary of Walmart), Grupo Financiero Banorte (one of the largest financial institutions in Mexico), CEMEX (global building materials company) as well as Apple, Tesla, Amazon and Microsoft just to name a few major companies trading on BMV's Global Market segment known as SIC.

- 7. The Mexican Derivatives Market MexDer, is where Mexican financial benchmarks on derivatives products are traded. FX Futures & Options Contracts on the MXN Peso/US Dollar is one of the most traded currencies in the world and the main hedging currency for emerging countries.
- More than 70% of the trading volume at Equities market is generated by international investors. This creates arbitrage opportunities between BMV's global market and the corresponding US exchanges and other marketplaces where these shares and exchange traded funds are traded as well.
- Access to BMV's Information offers new alternatives for existing investors seeking to participate in new markets. The variety of products available allows users to select the best Information for their individual needs.

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- 11. Asset managers or financial institutions interested in developing and offering new products within Europe, such as exchange-traded funds (ETFs) which relate to Mexican underlying assets, can conduct the necessary processes directly with Deutsche Börse.