Economic and Financial Markets Research

Economic Research and Market Strategy

Financial Markets Daily

Main drivers for the financial markets today…

- **Stock markets mixed, government bond yields positive and the USD higher. Cautiousness prevails amongst trading ahead of the Fed's monetary policy decision later today, in which we expect, in line with consensus, a 25bps rate cut which would lower the Fed funds rate range to 4.00-4.25%**

- **The decision will be accompanied by the SEP update, with particular focus on the 'dot plot'. On the latter, it will be relevant the number of members anticipating one or two cuts in the short term. We'll also be following Powell's press conference closely regarding its next moves**

- **Today's agenda also includes monetary policy decisions in Canada and Brazil, with a 25bps rate cut also expected for the former. Meanwhile, in Indonesia the central bank cut its policy rate to 4.75%, surprising consensus**

- **On data, US housing starts and building permits for August will be released. In the UK, inflation in August came in line with expectations at 3.8% y/y for the headline and 3.6% for the core**

- **In other news, China ordered its tech companies (such as Alibaba and ByteDance) to stop purchasing and cancel all orders of AI chips from Nvidia**

September 17, 2025


Alejandro Padilla Santana
Chief Economist and Head of Research
alejandro.padilla@banorte.com


Juan Carlos Alderete Macal, CFA
Executive Director of Economic Research and Market Strategy
juan.alderete.macal@banorte.com


Alejandro Cervantes Llamas
Executive Director of Quantitative Analysis
alejandro.cervantes@banorte.com


Santiago Leal Singer
Director of Market Strategy
santiago.leal@banorte.com

www.banorte.com/analisiseconomico
@analisis_fundam

Document for distribution among public

The most relevant economic data…

	Event/Period	Unit	Banorte	Survey	Previous
Eurozone and UK					
2:00	UK Consumer prices - Aug	% y/y	--	3.8	3.8
2:00	Core - Aug	% y/y	--	3.7	3.8
5:00	EZ Consumer prices - Aug (F)	% y/y	--	2.1	2.1
5:00	Core - Aug (F)	% y/y	--	2.2	2.3
Canada					
9:45	Monetary policy decision (BoC)	%	--	2.50	2.75
Mexico					
11:00	International reserves - Sep 12	US$bn	--	--	245.5
United States					
8:30	Housing starts** - Aug	thousands	--	1,365	1,428
8:30	Building permits** - Aug	thousands	--	1,370	1,362
14:00	FOMC Rate Decision (Upper Bound)	%	4.25	4.25	4.50
14:00	FOMC Rate Decision (Lower Bound)	%	4.00	4.00	4.25
14:00	Interest Rate on Excess Reserves (IOER)	%	4.40	4.40	4.40
14:30	Fed Chair Powell Holds Post-Meeting Press Conference				
Brazil					
17:30	Monetary policy decision (C. bank of Brazil)	%	15.00	15.00	15.00

Source: Bloomberg and Banorte. (P) preliminary data; (R) revised data; (F) final data; * Seasonally adjusted, ** Seasonally adjusted annualized rate.

A glimpse to the main financial assets

	Last	Daily chg.
Equity indices		
S&P 500 Futures	6,667.00	0.0%
Euro Stoxx 50	5,373.04	0.0%
Nikkei 225	44,790.38	-0.2%
Shanghai Composite	3,876.34	0.4%
Currencies		
USD/MXN	18.30	0.1%
EUR/USD	1.18	-0.2%
DXY	96.80	0.2%
Commodities		
WTI	64.18	-0.5%
Brent	68.17	-0.4%
Gold	3,675.96	-0.4%
Copper	462.35	-1.5%
Sovereign bonds		
10-year Treasury	4.02	-1pb

Source: Bloomberg

Equities

- **The overall sentiment in the stock markets remains cautiously optimistic, although momentum has moderated ahead of the Fed's monetary policy meeting**

- **US futures point to a flat opening, following yesterday's pause in the S&P 500's streak of record highs. In particular, Nvidia is down 1.2% pre-market, following reports that China has ordered local companies to stop using its AI chips, dragging down the rest of the tech sector. Apple recorded a 6% drop in iPhone sales in China ahead of the launch of the model 17**

- **European markets trade mixed, with gains in technology and retail offset by weakness in energy. In Asia, equities moved within a tight range, as advances in Hong Kong and China balanced declines in South Korea and Taiwan**

Sovereign fixed income, currencies and commodities

- **Slightly constructive bias for global rates, with 10-year benchmarks in Europe posting gains of 1-2bps. US Treasuries are trading within a ±1bps range across the front and belly of the curve, while the long end (10-year sector onward) is up by 1-2bps. Considering a 25bps rate cut by the Fed today, the US curve is pricing in 70bps of easing for 2025**

- **Dollar indices are modestly firmer following two consecutive sessions of losses. Within G10, price action remains contained, though the overall balance is negative, with only JPY and GBP showing marginal gains. In EM, performance is mixed, with the MXN trading near flat around 18.30**

- **Commodities are broadly lower. Crude is down 0.5%, pausing after a three-day rally. Metals are also under pressure, with gold falling 0.4%, though still hovering near all-time highs**

Corporate Debt

- **HR Ratings affirmed the 'HR AAA' rating with a Stable Outlook for the UNIRECB 24 issuance for up to $500 million. The affirmation of the rating is supported by the Maximum Default Rate of 22.4% that backs the issuance under a stress scenario**

- **PCR Verum affirmed the long-term rating of 'BBB/M' and the short-term rating of '3/M' for Altor Casa de Bolsa. The long-term rating outlook was revised to 'Positive' from 'Stable'. The change in outlook is based on the proper execution of its business plan during the last 36 months, which has allowed it to strengthen and diversify its value proposition**

Previous closing levels

	Last	Daily chg.
Equity indices		
Dow Jones	45,757.90	-0.3%
S&P 500	6,606.76	-0.1%
Nasdaq	22,333.96	-0.1%
IPC	62,102.13	0.0%
Ibovespa	144,061.74	0.4%
Euro Stoxx 50	5,372.31	-1.3%
FTSE 100	9,195.66	-0.9%
CAC 40	7,818.22	-1.0%
DAX	23,329.24	-1.8%
Nikkei 225	44,902.27	0.3%
Hang Seng	26,438.51	0.0%
Shanghai Composite	3,861.87	0.0%
Sovereign bonds		
2-year Treasuries	3.50	-3pb
10-year Treasuries	4.03	-1pb
28-day Cetes	7.25	0pb
28-day TIIE	8.02	0pb
2-year Mbono	7.52	0pb
10-year Mbono	8.83	0pb
Currencies		
USD/MXN	18.29	-0.5%
EUR/USD	1.19	0.9%
GBP/USD	1.36	0.4%
DXY	96.63	-0.7%
Commodities		
WTI	64.52	1.9%
Brent	68.47	1.5%
Mexican mix	61.91	0.0%
Gold	3,689.98	0.3%
Copper	469.40	-0.5%

Source: Bloomberg

Analyst Certification.

We, Alejandro Padilla Santana, Juan Carlos Alderete Macal, Alejandro Cervantes Llamas, Marissa Garza Ostos, Katia Celina Goya Ostos, Francisco José Flores Serrano, José Luis García Casales, Santiago Leal Singer, Víctor Hugo Cortes Castro, Leslie Thalía Orozco Vélez, Hugo Armando Gómez Solís, Carlos Hernández García, Yazmín Selene Pérez Enríquez, Cintia Gisela Nava Roa, José De Jesús Ramírez Martínez, Daniel Sebastián Sosa Aguilar, Gerardo Daniel Valle Trujillo, Luis Leopoldo López Salinas, Marcos Saúl García Hernandez, Juan Carlos Mercado Garduño, Ana Gabriela Martínez Mosqueda, Jazmin Daniela Cuautencos Mora, Andrea Muñoz Sánchez and Paula Lozoya Valadez, certify that the points of view expressed in this document are a faithful reflection of our personal opinion on the company (s) or firm (s) within this report, along with its affiliates and/or securities issued. Moreover, we also state that we have not received, nor receive, or will receive compensation other than that of Grupo Financiero Banorte S.A.B. of C.V for the provision of our services.

Relevant statements.

In accordance with current laws and internal procedures manuals, analysts are allowed to hold long or short positions in shares or securities issued by companies that are listed on the Mexican Stock Exchange and may be the subject of this report; nonetheless, equity analysts have to adhere to certain rules that regulate their participation in the market in order to prevent, among other things, the use of private information for their benefit and to avoid conflicts of interest. Analysts shall refrain from investing and holding transactions with securities or derivative instruments directly or through an intermediary person, with Securities subject to research reports, from 30 calendar days prior to the issuance date of the report in question, and up to 10 calendar days after its distribution date.

Compensation of Analysts.

Analysts' compensation is based on activities and services that are aimed at benefiting the investment clients of Casa de Bolsa Banorte and its subsidiaries. Such compensation is determined based on the general profitability of the Brokerage House and the Financial Group and on the individual performance of each analyst. However, investors should note that analysts do not receive direct payment or compensation for any specific transaction in investment banking or in other business areas.

Last-twelve-month activities of the business areas.

Grupo Financiero Banorte S.A.B. de C.V., through its business areas, provides services that include, among others, those corresponding to investment banking and corporate banking, to a large number of companies in Mexico and abroad. It may have provided, is providing or, in the future, will provide a service such as those mentioned to the companies or firms that are the subject of this report. Casa de Bolsa Banorte or its affiliates receive compensation from such corporations in consideration of the aforementioned services.

Over the course of the last twelve months, Grupo Financiero Banorte S.A.B. C.V., has not obtained compensation for services rendered by the investment bank or by any of its other business areas of the following companies or their subsidiaries, some of which could be analyzed within this report.

Activities of the business areas during the next three months.

Casa de Bolsa Banorte, Grupo Financiero Banorte or its subsidiaries expect to receive or intend to obtain revenue from the services provided by investment banking or any other of its business areas, by issuers or their subsidiaries, some of which could be analyzed in this report.

Securities holdings and other disclosures.

As of the end of last quarter, Grupo Financiero Banorte S.A.B. of C.V. has not held investments, directly or indirectly, in securities or derivative financial instruments, whose underlying securities are the subject of recommendations, representing 1% or more of its investment portfolio of outstanding securities or 1 % of the issuance or underlying of the securities issued.

None of the members of the Board of Grupo Financiero Banorte and Casa de Bolsa Banorte, along general managers and executives of an immediately below level, have any charges in the issuers that may be analyzed in this document.

The Analysts of Grupo Financiero Banorte S.A.B. of C.V. do not maintain direct investments or through an intermediary person, in the securities or derivative instruments object of this analysis report.

Guide for investment recommendations.

	Reference
BUY	When the share expected performance is greater than the MEXBOL estimated performance.
HOLD	When the share expected performance is similar to the MEXBOL estimated performance.
SELL	When the share expected performance is lower than the MEXBOL estimated performance.

Even though this document offers a general criterion of investment, we urge readers to seek advice from their own Consultants or Financial Advisors, in order to consider whether any of the values mentioned in this report are in line with their investment goals, risk and financial position.

Determination of Target Prices

For the calculation of estimated target prices for securities, analysts use a combination of methodologies generally accepted among financial analysts, including, but not limited to, multiples analysis, discounted cash flows, sum-of-the-parts or any other method that could be applicable in each specific case according to the current regulation. No guarantee can be given that the target prices calculated for the securities will be achieved by the analysts of Grupo Financiero Banorte S.A.B. C.V, since this depends on a large number of various endogenous and exogenous factors that affect the performance of the issuing company, the environment in which it performs, along with the influence of trends of the stock market, in which it is listed. Moreover, the investor must consider that the price of the securities or instruments can fluctuate against their interest and cause the partial and even total loss of the invested capital.

Directory
Research and Strategy


Alejandro Padilla Santana
Chief Economist and Head of Research
alejandro.padilla@banorte.com
(55) 1103 - 4043


Raquel Vázquez Godinez
Assistant
raquel.vazquez@banorte.com
(55) 1670 – 2967


Itzel Martínez Rojas
Analyst
itzel.martinez.rojas@banorte.com
(55) 1670 - 2251


Lourdes Calvo Fernández
Analyst (Edition)
lourdes.calvo@banorte.com
(55) 1103 - 4000 x 2611


María Fernanda Vargas Santoyo
Analyst
maria.vargas.santoyo@banorte.com
(55) 1103 - 4000 x 2586

Economic Research


Juan Carlos Alderete Macal, CFA
Executive Director of Economic Research and Market Strategy
juan.alderete.macal@banorte.com
(55) 1103 - 4046


Francisco José Flores Serrano
Director of Economic Research, Mexico
francisco.flores.serrano@banorte.com
(55) 1670 - 2957


Katia Celina Goya Ostos
Director of Economic Research, Global
katia.goya@banorte.com
(55) 1670 - 1821


Yazmín Selene Pérez Enríquez
Senior Economist, Mexico
yazmin.perez.enriquez@banorte.com
(55) 5268 - 1694


Cintia Gisela Nava Roa
Senior Economist, Mexico
cintia.nava.roa@banorte.com
(55) 1105 - 1438


Luis Leopoldo López Salinas
Economist, Global
luis.lopez.salinas@banorte.com
(55) 1103 - 4000 x 2707

Market Strategy


Santiago Leal Singer
Director of Market Strategy
santiago.leal@banorte.com
(55) 1670 - 1751


Marissa Garza Ostos
Director of Equity Strategy
marissa.garza@banorte.com
(55) 1670 - 1719


Víctor Hugo Cortes Castro
Senior Strategist, Technical
victorh.cortes@banorte.com
(55) 1670 - 1800


Carlos Hernández García
Senior Strategist, Equity
carlos.hernandez.garcia@banorte.com
(55) 1670 – 2250


Hugo Armando Gómez Solís
Senior Strategist, Equity
hugoa.gomez@banorte.com
(55) 1670 - 2247


Leslie Thalía Orozco Vélez
Senior Strategist, Fixed Income and FX
leslie.orozco.velez@banorte.com
(55) 5268 - 1698


Marcos Saúl García Hernandez
Analyst, Fixed Income, FX and Commodities
marcos.garcia.hernandez@banorte.com
(55) 1670 - 2296


Gerardo Daniel Valle Trujillo
Senior Analyst, Corporate Debt
gerardo.valle.trujillo@banorte.com
(55) 1670 - 2248


Juan Carlos Mercado Garduño
Strategist, Equity
juan.mercado.garduno@banorte.com
(55) 1103 - 4000 x 1746


Ana Gabriela Martínez Mosqueda
Strategist, Equity
ana.martinez.mosqueda@banorte.com
(55) 5261 - 4882


Paula Lozoya Valadez
Analyst, Equity
paula.lozoya.valadez@banorte.com
(55) 1103 - 4000 x 2060

Quantitative Analysis

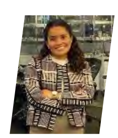

Alejandro Cervantes Llamas
Executive Director of Quantitative Analysis
alejandro.cervantes@banorte.com
(55) 1670 - 2972


José Luis García Casales
Director of Quantitative Analysis
jose.garcia.casales@banorte.com
(55) 8510 - 4608


José De Jesús Ramírez Martínez
Senior Analyst, Quantitative Analysis
jose.ramirez.martinez@banorte.com
(55) 1103 - 4000


Daniel Sebastián Sosa Aguilar
Senior Analyst, Quantitative Analysis
daniel.sosa@banorte.com
(55) 1103 - 4000 x 2124


Jazmin Daniela Cuautencos Mora
Strategist, Quantitative Analysis
jazmin.cuautencos.mora@banorte.com
(55) 1670 - 2904


Andrea Muñoz Sánchez
Strategist, Quantitative Analysis
andrea.muñoz.sanchez@banorte.com
(55) 1105 - 1430

BANORTE