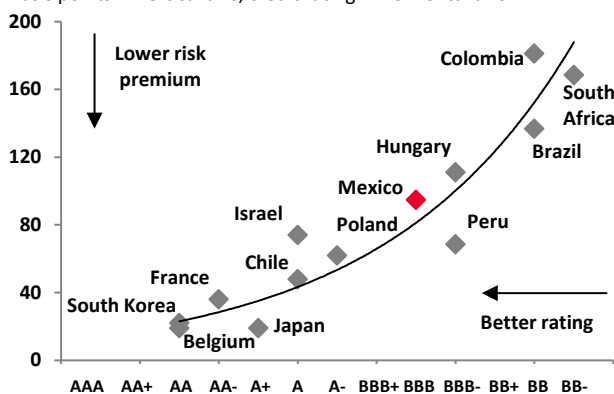


## S&P Global Ratings reaffirms Mexico 'BBB' sovereign rating, maintaining a stable outlook

- S&P Global Ratings affirmed today Mexico's sovereign long-term foreign currency credit rating at 'BBB', and in local currency at 'BBB+', with a stable outlook for both
- The agency stated that the ratification is explained by several factors, including the stabilization of public finances—especially the debt burden—this year, in addition of the expectation that a pragmatic approach to possible disputes with the US across several fronts will hold
- They mentioned once again that the stable outlook considers their expectation of a prudent monetary policy, the return to low fiscal deficits, and a solid external position
- With this, the agency reaffirms its last action—carried out in December—, getting added to positive actions from its peers on PEMEX

**S&P Global Ratings ratified Mexico's sovereign rating.** Today, the agency ratified Mexico's foreign currency long-term sovereign rating at 'BBB', and in local currency at 'BBB+', in both cases maintaining a stable outlook. The rating is supported by several factors. Among them, they highlight the current institutional framework, characterized by cautious macroeconomic policies and a solid external position. This also reflects a moderate debt burden and low growth of GDP per capita. In addition, they consider contingent liabilities are limited, despite their view of almost certain extraordinary support to PEMEX and/or CFE if needed. More importantly in this update, S&P noted the pragmatism and willingness from the administration to work with the private sector to boost economic growth. As such, on *Plan Mexico* they consider that it will not have a relevant impact in the next 12 months, although it does constitute a positive sign. The agency talked about the possibility of an electoral reform, which on top of other changes to regulatory agencies *"...they risk weakening investor confidence and potentially the transparency and predictability of government policies..."*. In this context they expect GDP growth this year at 0.5%, accelerating in 2026 to 1.4%. Among the factors that could lift the rating higher, they highlight those related to an effective political and economic management, including attracting foreign investment. On the contrary, to the downside they noted *"...weaker public finances, combined with the risk of extraordinary support to state-owned companies..."*, as well as a deterioration in the relationship with the US, among others.

**5-year CDS and S&P Global Ratings credit rating**  
Basis points in vertical axis, credit rating in horizontal axis



Source: Banorte with data from Bloomberg and S&P Global Ratings

**Mexico and Pemex credit rating**

FitchRatings	S&P Global	Moody's
A-	A-	A3
BBB+	BBB+	Baa1
BBB	BBB	Baa2
BBB-	BBB-	Baa3
BB+	BB+	Ba1
BB	BB	Ba2
BB-	BB-	Ba3
B+	B+	B1
B	B	B2
B-	B-	B3

Source: Banorte with information from the rating agencies. The rating from Moody's to Pemex is currently under review for upgrade.



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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 Thalia 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.

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	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.

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