

## KBRA Affirms BBB/K2 Ratings for Mexico with Stable Outlook

NEW YORK (May 4, 2023) – KBRA affirms Mexico’s long-term issuer ratings of BBB. KBRA also affirms the short-term issuer ratings of K2. The Outlook on the long-term ratings is Stable.

### This credit rating is an unsolicited credit rating.

With Rated Entity or Related Third-Party Participation	Yes
With Access to Internal Documents	No
With Access to Management	Yes

The decision to affirm Mexico’s ratings and Stable Outlook rests on its proven fiscal and monetary responsibility. Risks surrounding Petróleos Mexicanos’ (Pemex) finances, the investment climate, high interest rates and sticky inflation continue to be challenges. Nearshoring opportunities, and the positive impact that could result from related investment, have the potential to meaningfully lift Mexico’s private investment rate and GDP growth prospects, possibly supporting improved creditworthiness.

Ratings are based on KBRA’s [Sovereigns Rating Methodology](#), published 20 December 2021 and utilise the [ESG Global Rating Methodology](#), published 16 June 2021.

To access ratings and relevant documents, click [here](#).

Click [here](#) to view the report.

### Related Publications

- [Mexico’s Payroll Lending Distress Does Not Create Systemic Risks](#)
- [Russia’s Invasion of Ukraine: Initial Contours of Credit Risk](#)
- [U.S. Stimulus: Uneven Impact on LATAM](#)

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### Disclosures

Further information on key credit considerations, sensitivity analyses that consider what factors can affect these credit ratings and how they could lead to an upgrade or a downgrade, and [ESG factors](#) (where they are a key driver behind the change to the credit rating or rating outlook) can be found in the full rating report referenced above.

A description of all substantially material sources that were used to prepare the credit rating and information on the methodology(ies) (inclusive of any material models and sensitivity analyses of the relevant key rating assumptions, as applicable) used in determining the credit rating is available in the Information Disclosure Form(s) located [here](#).



Information on the meaning of each rating category can be located [here](#).

Further disclosures relating to this rating action are available in the Information Disclosure Form(s) referenced above. Additional information regarding KBRA policies, methodologies, rating scales and disclosures are available at [www.kbra.com](http://www.kbra.com).

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