

SECRETARÍA DE HACIENDA



Quarterly Government Securities Auction Calendar

Second Quarter 2019

Government Securities Auction Calendar

- The Ministry of Finance and Public Credit (SHCP) announces the government securities auction calendar for the second quarter of 2019 (Q2 2019), which will take effect starting the first auction of April.
- The auction calendar is part of the 2019 Annual Borrowing Plan, as well as the public debt policy for 2019, and is consistent with the Economic Program approved by Congress for the fiscal year of 2019.
- The Federal Government's public debt policy will be guided by a proactive and flexible strategy during the Q2 2019, it will seek to cover the financing needs favoring the local market, and it will adjust in line with the public deficit in order to continue strengthening the macroeconomic fundamentals and public finance.

Government Securities Auction Calendar

- For Cetes, the placement program for Q2 2019 maintains the range of the amounts to be auctioned with respect to the last quarter for all maturities, the aforementioned in order to address changes arising from seasonality of the Federal Treasury's cash and conditions of market liquidity.
- The quarterly auction program for Q2 2019 incorporates marginal adjustments in relation to the amounts auctioned during Q1 2019. In this regard, the increase in the average amount to be placed for the 5 and 30-year M Bond reference stands out, as well as an upward adjustment of Bondes D during Q2 2019.
- In regards to Udibonos, the average amounts to be placed during Q2 2019 will remain unchanged with respect to the auctioned amounts in Q1 2019.

Government Securities Auction Calendar

Below is the government securities auction program for Q2 2019:

Cetes

- The range of amounts will be maintained for all Cetes terms with a minimum of 5,000 and a maximum of 15,000 million pesos (mp).

Instrument	Periodicity	Q1 19 Range (mp)	Q2 19 Range (mp)	Δ Q1 19 VS Q2 19
28-day Cetes	Weekly	min 5,000	min 5,000	-
		max 15,000	max 15,000	-
91-day Cetes	Weekly	min 5,000	min 5,000	-
		max 15,000	max 15,000	-
182-day Cetes	Weekly	min 5,000	min 5,000	-
		max 15,000	max 15,000	-
1-year Cetes	Every 4 weeks	min 5,000	min 5,000	-
		max 15,000	max 15,000	-

- The amount to be auctioned will be released in the corresponding auction announcements through Banco de Mexico.
- The first auction of the quarter, which includes Cetes with maturities of 28, 91 and 182 days, will be for an amount of 5,000, 6,000 and 11,000 mp, respectively.

Floating Rate Notes (Bondes D)

- The amount to be auctioned of 5-year Bondes D will be 6,000 mp.

Government Securities Auction Calendar

M Bonds

- In the Q2 2019, the average amounts to be auctioned weekly of 5 and 30-year M Bonds will be adjusted.
- The average amounts to be auctioned of 3, 10 and 20-year M Bonds, will remain unchanged with respect to the previous quarter.

Instrument	Auction Date	Auction Amount	VS Q1 2019
3-year M B Bond M211209	02-apr	9,700	+0
	29-apr	9,700	
	28-may	9,700	
	25-jun	9,700	
	Average	9,700	
Instrument	Auction Date	Auction Amount	VS Q1 2019
5-year M Bond M240905	15-apr	10,000	+300
	14-may	10,000	
	11-jun	10,000	
	Average	10,000	
Instrument	Auction Date	Auction Amount	VS Q1 2019
10-year M Bond M290531	07-may	10,200	+0
	18-jun	10,200	
	Average	10,200	
Instrument	Auction Date	Auction Amount	VS Q1 2019
20-year M Bond M381118	09-apr	2,700	+0
	21-may	2,700	
	Average	2,700	
Instrument	Auction Date	Auction Amount	VS Q1 2019
30-year M Bond M471107	23-apr	4,000	+300
	04-jun	4,000	
	Average	4,000	

Government Securities Auction Calendar

Inflation-Linked Bonds (Udibonos)

- The average amounts to be placed during the Q2 2019 will remain unchanged for all maturities of Udibonos.

Instrument	Auction Date	Auction Amount	VS Q1 2019
3-year Udibono S 220609	02-apr	950	+0
	29-apr	950	
	28-may	950	
	25-jun	950	
Average		950	
Instrument	Auction Date	Auction Amount	VS Q1 2019
10-year Udibono S 281130	15-apr	800	+0
	14-may	800	
	11-jun	800	
Average		800	
Instrument	Auction Date	Auction Amount	VS Q1 2019
30-year Udibono S 461108	23-apr	450	+0
	21-may	450	
	18-jun	450	
Average		450	

Government Securities Auction Calendar

Government Securities Auction Calendar Q2 2019

Auction Date	02-apr-19	09-apr-19	15-apr-19	23-apr-19	29-apr-19	07-may-19	14-may-19	21-may-19	28-may-19	04-jun-19	11-jun-19	18-jun-19	25-jun-19	
Settlement Date	04-apr-19	11-apr-19	17-apr-19	25-apr-19	02-may-19	09-may-19	16-may-19	23-may-19	30-may-19	06-jun-19	13-jun-19	20-jun-19	27-jun-19	
Fixed Short Run (mp)	28-day Cetes	28-day Cetes	28-day Cetes	28-day Cetes	28-day Cetes	28-day Cetes	28-day Cetes	28-day Cetes	28-day Cetes	28-day Cetes	28-day Cetes	28-day Cetes	28-day Cetes	
	The amount will have a range of 5,000 a 15,000 mp													
	91-day Cetes	91-day Cetes	91-day Cetes	91-day Cetes	91-day Cetes	91-day Cetes	91-day Cetes	91-day Cetes	91-day Cetes	91-day Cetes	91-day Cetes	91-day Cetes	91-day Cetes	
	The amount will have a range of 5,000 a 15,000 mp													
	182-day Cetes	182-day Cetes	182-day Cetes	182-day Cetes	182-day Cetes	182-day Cetes	182-day Cetes	182-day Cetes	182-day Cetes	182-day Cetes	182-day Cetes	182-day Cetes	182-day Cetes	182-day Cetes
	The amount will have a range of 5,000 a 15,000 mp													
				1-year Cetes					1-year Cetes				1-year Cetes	
The amount will have a range of 5,000 a 15,000 mp														
Fixed Long Run (mp)	3-year M Bond	20-year M Bond	5-year M Bond	30-year M Bond	3-year M Bond	10-year M Bond	5-year M Bond	20-year M Bond	3-year M Bond	30-year M Bond	5-year M Bond	10-year M Bond	3-year M Bond	
	9,700	2,700	10,000	4,000	9,700	10,200	10,000	2,700	9,700	4,000	10,000	10,200	9,700	
Inflation-Linked (mu)	3-year Udibono		10-year Udibono	30-year Udibono	3-year Udibono		10-year Udibono	30-year Udibono	3-year Udibono		10-year Udibono	30-year Udibono	3-year Udibono	
	950		800	450	950		800	450	950		800	450	950	
Floating Rate (mp)		5-year Bondes		5-year Bondes		5-year Bondes		5-year Bondes		5-year Bondes		5-year Bondes		
		6,000		6,000		6,000		6,000		6,000		6,000		
Net Amount* (mp)	30,639	23,700	30,001	32,813	30,639	31,200	30,001	31,513	30,639	25,000	30,001	39,013	30,639	

*/ Note: The net amount is calculated with an UDI value of 6.251186, as well as the minimum amount of the range auctions.

IMPORTANT: In case of placing an instrument through the syndicated auction method, the syndicated instrument will substitute the title to be placed in the primary auctions.

Syndicated Auctions

- The SHCP will evaluate the convenience of carrying out syndicated auctions. In particular, during Q2 2019, placing new references for 3-year M Bonds at a fixed rate, as well as 3 and 30-year Udibonos, will be analyzed.
- In case of carrying out any of these operations, the SHCP will announce through the Banco de Mexico the respective call with the specifications of the transaction.
- The amounts placed through syndicated auctions will be in addition to the amounts announced in the quarterly securities auction calendar. In case of placing a new reference, the following primary auctions related to the term placed would continue with the reopening policy.

Mechanism for Liability Management

- The SHCP may use the tools at its disposal to improve the maturity profile, increase the efficiency of the Federal Government's debt portfolio and strengthen the new benchmark issues.
- The SHCP will seek to carry out at least one liability management operation during the second quarter of 2019, as long as the market conditions are favorable and always looking to improve the maturity profile and increase the efficiency of the Federal Government's debt portfolio.
- If any of these transactions should take place, the SHCP will release the announcement through Banco de Mexico with the specifications of the transaction.

Debt Issuance by Banco de México

Banco de México anticipates a liquidity expansion in the financial system during the second quarter of 2019, associated to, among other factors, the maturity and coupon payments of different government securities. To sterilize this expansion of liquidity, Banco de México will conduct any of the following operations:

Cetes:

Banco de México may carry out new placements of Cetes through extraordinary auctions during the coming quarter. The dates of the auctions and the maturity of the Cetes to be offered will be specified in each offering announcement.

Bondes D:

Banco de Mexico may place additional Bondes D to the ones that are placed regularly on a weekly basis. These additional placements could be done either through an exchange of Bondes D that mature in the coming months for longer dated Bondes D or through extraordinary auctions. The dates of the auctions for both operations, and the maturity of the Bondes D to be offered will be specified in each offering announcement.

The total amount for the combined extraordinary operations, including the rollover of the Cetes maturing during the second quarter, will be up to 180,000 million pesos.

Debt Issuance by Banco de México

In addition, the amount of Bondes D to be offered on a weekly basis by Banco de México will remain unchanged during the second quarter.

Bondes D:

The maturities and amounts to be auctioned during the second quarter of 2019 are as follows:

- 1-year: 1.5 billion pesos on a weekly basis.
- 3-year: 1.5 billion pesos on a weekly basis.
- 5-year: 1.5 billion pesos on a weekly basis.

These actions are neutral from the standpoint of Banco de México's monetary policy stance and as such do not lead to a change in the overnight interbank rate.

IPAB Auction Program

- In accordance with the Annual Borrowing Plan approved by IPAB's Governing Board for 2019, the Institute informs that for the second quarter of 2019, it maintains without changes the weekly objective amount of Savings Protection Bonds, as follows:
 - It maintains without changes the weekly objective amount in 1,700 million pesos (mp) for the 3 year BPAG28;
 - It maintains without changes the weekly objective amount in 1,700 mp for the 5 year BPAG91, and
 - It maintains without changes the weekly objective amount in 1,000 mp for the 7 year BPA182.
- Thus, the weekly target amount to be auctioned by the IPAB will be 4,400 mp. This program is consistent with the objective of keeping IPAB's liabilities from growing in real terms.

IPAB Auction Program

TARGET AMOUNT BY AUCTION ISSUE CODE

SCHEDULE OF AUCTIONS FOR THE SECOND QUARTER OF 2019

4,400 4,400 4,400 4,400 4,400 4,400 4,400 4,400 4,400 4,400 4,400 4,400 4,400

IM220210 1,700	IM220210 1,700	IM220210 1,700	IM220210 1,700	IM220210 1,700	IM220210 1,700	IM220512 1,700	IM220512 1,700	IM220512 1,700	IM220512 1,700	IM220512 1,700	IM220512 1,700	IM220512 1,700
IQ240111 1,700	IQ240111 1,700	IQ240111 1,700	IQ240111 1,700	IQ240111 1,700	IQ240502 1,700	IQ240502 1,700	IQ240502 1,700	IQ240502 1,700	IQ240502 1,700	IQ240502 1,700	IQ240502 1,700	IQ240502 1,700
IS260219 1,000	IS260219 1,000	IS260219 1,000	IS260219 1,000	IS260219 1,000	IS260219 1,000	IS260219 1,000	IS260219 1,000	IS260219 1,000	IS260219 1,000	IS260219 1,000	IS260219 1,000	IS260219 1,000

03 apr 10 apr 16 apr 24 apr 30 apr 08 may 15 may 22 may 29 may 05 jun 12 jun 19 jun 26 jun

Amounts in millions of pesos.

Petróleos Mexicanos

- Petróleos Mexicanos' (Pemex) financing program for 2019 is in accordance with what was approved by the Mexican Congress and the company's Board of Directors, and allows for a net indebtedness of up to 4,350 million pesos.
- For 2019, the internal financing program will remain flexible to support the company's business strategy, aiming at a risk-cost equilibrium to maintain an adequate balance of the company's finances.
- In this sense, during the second quarter of the year, Pemex will analyze the possibility to carry out issuances, re-tap outstanding issuances and potentially perform liability management transactions, that will allow the company to improve its liquidity and the price discovery process. Pemex will be sensitive to volatility conditions, appetite from investors and liquidity.
- The program considers syndicated credit lines and revolving credit facilities, in addition to bond issuances in the debt markets. Also, Pemex can turn to non-traditional financing sources with the objective to decrease the funding cost and diversify its investor base.

Petróleos Mexicanos

- Pemex will evaluate to issue at specific terms of the curve, and on different formats, including fixed rate, floating rate and real fixed rate, under the communicating vessels mechanism.
- The company will continue the Market Makers program. Potential issuances will be carried out with financial institutions, based on their performance within the program.
- If an issuance were to take place, amounts and corresponding dates will be made available through proper public offering announcements.
- Finally, with the objective of widening its investor base and strengthening securities' demand, Pemex local-currency denominated bonds could be offered and settled through international clearing houses.

www.gob.mx/shcp