

SECRETARÍA DE HACIENDA



Quarterly Government Securities Auction Calendar

First Quarter 2021

Government Securities Auction Calendar

- The Ministry of Finance and Public Credit (SHCP) announces the government securities auction calendar for the first quarter of 2021 (Q1 2021). The first auction of Q1 2021 will take place on January 5th.
- The auction calendar is in line with the 2020 Annual Borrowing Plan, as well as the public debt policy for 2021, and is consistent with the Economic Program approved by Congress for the fiscal year of 2021.
- The Federal Government's public debt policy will follow a proactive and flexible strategy during the Q1 2021, will seek to cover the financing needs primarily on the local market, and will adjust to meet the public deficit targets in order to continue strengthening the macroeconomic fundamentals and public finances.

Government Securities Auction Calendar

- For Cetes, the Q1 2021 auction program will maintain the amounts to be auctioned range bound against the last quarter for all maturities in order to address changes arising from Federal Treasury's cash flow seasonality and changes in market conditions.
- As for Bondes D auction, and compared to the 4Q 2020 program, during 1Q 2021 the amount will be fixed in each biweekly auction, the above is intended to add certainty to the market regarding the size of the supply.
- For M Bonos, during the 1Q2021, the average amount increases in the 5y, 10y, 20y, and 30-year references compared to those issued during Q4 2020.
- Regarding Udibonos, the average amounts to be placed during Q1 2021 increase against those issued during Q4 2020 in all maturities.

Cetes and Bondes D

- The range of the amounts to be auctioned will be maintained for all Cetes tenors with a minimum of 5,000 and a maximum of 20,000 million pesos (mp).
- The first auction of the quarter, which includes Cetes with maturities of 28d, 91d, 182d and 364 days, will be for 5,000, 7,400, 14,00 and 12,000 mp, respectively.

Instrument	Periodicity	Q4 20 Range (mdp)	Q1 21 Range (mdp)	Δ Q1 21 VS Q4 20
28-day Cetes	Weekly	min 5,000 max 20,000	min 5,000 max 20,000	- -
91-day Cetes	Weekly	min 5,000 max 20,000	min 5,000 max 20,000	- -
182-day Cetes	Weekly	min 5,000 max 20,000	min 5,000 max 20,000	- -
1-year Cetes	Weekly	min 5,000 max 20,000	min 5,000 max 20,000	- -

- The amount to be auctioned for Bondes D for 1y, 3y and 5-years biweekly, will be 11,000 mp.
- The amount to be auctioned in CETES will be released on a weekly basis through its corresponding weekly auction announcement published by Banco de Mexico on its website.

M Bonds

- In Q1 2021, 5y, 10y, 20y and 30-year M Bonds average amounts to be auctioned weekly will be adjusted.

Instrument	Auction Date	Auction Amount	VS Q4 2020
3-year M Bond M 230309	05-Jan	6,000	+0
	02-Feb	6,000	
	02-Mar	6,000	
	29-Mar	6,000	
	Average	6,000	

Instrument	Auction Date	Auction Amount	VS Q4 2020
5-year M Bond M 260305	19-Jan	13,000	+4,000
	16-Feb	13,000	
	16-Mar	13,000	
	Average	13,000	

Instrument	Auction Date	Auction Amount	VS Q4 2020
10-year M Bond M 310529	26-Jan	12,000	+3,000
	09-Mar	12,000	
	Average	12,000	

Instrument	Auction Date	Auction Amount	VS Q4 2020
20-year M Bond M 381118	09-Feb	3,900	+900
	23-Mar	3,900	
	Average	3,900	

Instrument	Auction Date	Auction Amount	VS Q4 2020
30-year M Bond M 471107	12-Jan	3,700	+950
	23-Feb	3,700	
	Average	3,700	

Udibons

- The average amounts to be placed during Q1 2021 will increase for all maturities of Udibonos.

Instrument	Auction Date	Auction Amount	VS Q4 20
3-year Udibono S 231116	05-Jan	800	
	09-Feb	800	
	02-Mar	800	+100
	29-Mar	800	
	Average	800	
Instrument	Auction Date	Auction Amount	VS Q4 20
10-year Udibono S 281130	26-Jan	850	
	16-Feb	850	+75
	16-Mar	850	
	Average	850	
Instrument	Auction Date	Auction Amount	VS Q4 20
30-year Udibono S 501103	02-Feb	600	
	23-Feb	600	+200
	23-Mar	600	
	Average	600	

Government Securities Auction Calendar Q1 2021

Auction Date	05-Jan-21	12-Jan-21	19-Jan-21	26-Jan-21	02-Feb-21	09-Feb-21	16-Feb-21	23-Feb-21	02-Mar-21	09-Mar-21	16-Mar-21	23-Mar-21	29-Mar-21
Settlement Date	07-Jan-21	14-Jan-21	21-Jan-21	28-Jan-21	04-Feb-21	11-Feb-21	18-Feb-21	25-Feb-21	04-Mar-21	11-Mar-21	18-Mar-21	25-Mar-21	31-Mar-21
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 to 20,000 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 to 20,000 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
The amount will have a range of 5,000 to 20,000 mp													
1-year Cetes	1-year Cetes	1-year Cetes	1-year Cetes	1-year Cetes	1-year Cetes	1-year Cetes	1-year Cetes	1-year Cetes	1-year Cetes	1-year Cetes	1-year Cetes	1-year Cetes	1-year Cetes
The amount will have a range of 5,000 to 20,000 mp													
Fixed Long Run (mp)	3-year M Bond	30-year M Bond	5-year M Bond	10-year M Bond	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
	6,000	3,700	13,000	12,000	6,000	3,900	13,000	3,700	6,000	12,000	13,000	3,900	6,000
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
	800			850	600	800	850	600	800	850			600
Floating Rate (mp)	1, 3, 5 - year Bondes D		1, 3, 5 - year Bondes D			1, 3, 5 - year Bondes D		1, 3, 5 - year Bondes D		1, 3, 5 - year Bondes D		1, 3, 5 - year Bondes D	
	The amount will communicating vessels of 11,000 mp												
Net Amount* (mp)	31,280	34,700	33,000	48,610	29,960	40,180	38,610	38,660	31,280	43,000	38,610	38,860	31,280

*/ Note: The net amount is calculated with an UDI value of 6.600345, 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 -if appropriate- the issuance of syndicated auctions in order to add new curve references. In particular, during this quarter it will study the possibility of placing a new reference/benchmark in the 10-year Udibono.
- Similarly, the SHCP will keep an eye on the possibility of issuing a new references for the M Bonds, which were postponed to ensure the proper functioning of the market in the context of the high volatility observed in 2020.
- In case any of these operations are carried out, the SHCP will announce the transaction in a conference call that will provide the specific market features. It also will be announced through Banco de México website
- In case of issue a new benchmark, the following primary auctions referring to that maturity will continue with the reopening policy.

Mechanism for Liability Management

- The SHCP may use its tools to improve the liability profile, increase the efficiency of the Federal Government's debt portfolio, and strengthen the new benchmark issues.
- The SHCP might carry out liability management operations during the first quarter of 2021, as long as the market conditions are favorable and always seeking 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 operation.

Changes on the Government Securities Auction Calendar

- The Ministry of Finance and Public Credit restates its commitment to using public debt in a responsible manner consistent with the objective of ensuring compliance with the fiscal consolidation objective and preserving the stability of the Mexican economy in adverse environments.
- Additionally, the Ministry of Finance and Public Credit will continue to follow the evolution of the financial market to take the necessary measures to ensure its proper functioning.
- In this sense, if any amendments to the Government Securities Auction Calendar should take place, these will be duly informed by the Ministry of Finance and Public Credit.

Debt Issuance by Banco de México

Bondes D:

During the first quarter of 2021, the total weekly amount of Bondes D to be auctioned by Banco de México will decrease from MXN 4.5 billion to MXN 4.0 billion. The maturities and amounts to be auctioned 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: 1.0 billion pesos on a weekly basis.

Extraordinary Operations

In addition, Banco de México anticipates a liquidity expansion in the financial system during the first quarter of 2021. Therefore, Banco de México will conduct different operations in order to sterilize this liquidity and maintain a short-term creditor position against the banking system.

Debt Issuance by Banco de México

Cetes and Bondes D:

Banco de México may carry out new placements of Cetes through extraordinary auctions during the coming quarter for an amount similar to those instruments maturing during said months. Banco de México may also carry out new placements of Bondes D through extraordinary auctions. The dates of these auctions and the maturity of the instruments to be offered will be specified in each offering announcement.

The total amount that can be placed through the aforementioned combined extraordinary operations could be of up to MXN 110 billion.

Debt Exchange Auctions

Similarly, Banco de México, acting on its own behalf, could execute debt exchange auctions of Government securities during the first quarter of 2021. The purpose of these operations would be to smooth out the monetary effect of maturing Government securities and thus improve the efficiency of liquidity operations that the Central Bank carries out in the money market on a daily basis. The details of these auctions would be specified in each offering announcement.

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 bank rate.

IPAB's 2021 1st Quarter Auction Program

- In accordance with the Annual Financing Program approved by IPAB's Governing Board for 2021, the Institute informs that for the first quarter of 2021, it maintains without changes the weekly objective amount of Savings Protection Bonds according to the last fourth quarter of 2020, as follows:
 - 1,400 million pesos (mp) for the 3 year BPAG28;
 - 1,400 mp for the 5 year BPAG91; and
 - 1,000 mp for the 7 year BPA182.
- Thus, the weekly target amount to be auctioned by the IPAB will be 3,800 mp. This program is consistent with the objective of keeping IPAB's liabilities from growing in real terms.

IPAB's 2021 1st Quarter Auction Program

TARGET AMOUNT BY AUCTION ISSUE CODE

SCHEDULE OF AUCTIONS FOR THE FIRST QUARTER OF 2021

3,800	3,800	3,800	3,800	3,800	3,800	3,800	3,800	3,800	3,800	3,800	3,800	3,800
IM231109 1,400	IM231109 1,400	IM231109 1,400	IM231109 1,400	IM231109 1,400	IM240208 1,400	IM240208 1,400	IM240208 1,400	IM240208 1,400	IM240208 1,400	IM240208 1,400	IM240208 1,400	IM240208 1,400
IQ251231 1,400	IQ251231 1,400	IQ251231 1,400	IQ251231 1,400	IQ251231 1,400	IQ251231 1,400	IQ251231 1,400	IQ251231 1,400	IQ251231 1,400	IQ251231 1,400	IQ251231 1,400	IQ251231 1,400	IQ251231 1,400
IS270930 1,000	IS270930 1,000	IS270930 1,000	IS270930 1,000	IS270930 1,000	IS270930 1,000	IS270930 1,000	IS270930 1,000	IS270930 1,000	IS270930 1,000	IS270930 1,000	IS270930 1,000	IS270930 1,000
06 jan	13 jan	20 jan	27 jan	03 feb	10 feb	17 feb	24 feb	03 mar	10 mar	17 mar	24 mar	30 mar

Amounts in millions of pesos.

Petróleos Mexicanos

- Petróleos Mexicanos' (Pemex) financing program for 2021 is consistent with what was authorized by its Board of Directors and the Mexican Congress, which allows an internal net indebtedness of up to 22,000 million pesos.
- Pemex has implemented a financial efficiency strategy in line with its Business Plan. During 2021, the internal financing program will maintain flexibility to adapt to the prevailing conditions in the financial markets, keeping a balance between risk and cost.
- For the first quarter of the year, the company may consider carrying out new issuances, reopening outstanding bonds or execute liability management transactions to improve the company's liquidity and the price discovery process. Pemex will remain sensitive to the market volatility and to investors' appetite, looking for the best market conditions possible.
- In addition to the issuance of bonds in the debt capital markets, the financing strategy could be complemented with credit lines or revolving credit facilities either in a bilateral or syndicated format. The company may refinance this type of financing sources during the year to strengthen Pemex's financial position.
- Any issuance carried out by Pemex in the local markets will be performed through the communicating vessels mechanism in different formats, such as variable rate, nominal fixed rate and real fixed rate. The amount and issuance dates will be available through the offering announcements.

Petróleos Mexicanos

- The company will continue with the Market Makers program and for any potential transactions the performance of all financial institutions within this program will be considered.
- Finally, local-currency denominated bonds could be settled through international clearing houses to increase Pemex's investor base and to strengthen the demand for Pemex securities.

www.gob.mx/shcp