

Mexico City, September 28th, 2018

Public Finances and Public Debt as of August 2018

The main results of the Public Sector financial situation as of August are the following:

- In January-August 2018, the Public Sector Borrowing Requirements (PSBRs), the broadest measure of the Federal Public Sector balance, registered a Ps. 270.5 billion deficit, which is consistent with the annual deficit target of 2.5 percent of GDP.
- During the January-August period of 2018, the main balances were better than expected. The public balance registered a Ps. 230.8 billion deficit, which was Ps. 369.3 billion lower than expected. Similarly, the primary balance presented a Ps. 151.4 billion surplus, which compares with the Ps. 24.7 billion surplus expected in the program.
- In January-August 2018, the budgetary revenues were Ps. 304.9 billion higher than those expected in the program. Within, oil revenues and tax revenues excluding fuels excise tax (IEPS) increased by 10.9 and 3.4 percent in real annual terms, respectively.
- The budgetary expenditure was 4.0 percent higher in real terms compared with the same period in 2017. Within, programmable and non-programmable expenditure increased by 1.2 and 11.7 percent in real annual terms, respectively. Furthermore, net budgetary expenditure was Ps. 183.3 billion higher than that expected in the program, due to the contributions made to Stabilization Funds in February 2018 stemming from the excess revenues in 2017; higher non-earmarked transfers to the states based on the evolution of federal tax collection; a higher operation expenditure resulting from an increase of international prices of fuels for power generation, and to other expenditures linked to the surplus revenue received by the Federal Government.
- As of August 2018, the Federal Government net debt stood at Ps. 7.719 trillion, the Public Sector net debt stood at Ps. 10.311 trillion, and the Historical Balance of the Public Sector Borrowing Requirements (HBPSBRs), the broadest measure of public debt, amounted to Ps. 10.167 trillion. These levels are consistent with the debt ceilings approved by Congress for 2018. They also indicate that public debt will continue to show a downward trend as a proportion of GDP by the end of the year.

Today, the Ministry of Finance and Public Credit delivered to Congress the Information on Public Finances and Public Debt as of August 2018, in compliance with the provisions of Article 107 of the Federal Budget and Fiscal Responsibility Law (LFPRH). The report has also been made available to the public through the website of the Ministry. The main aspects of these reports are presented below:

Recent Development in Public Finances

As of August 2018, the main balances were better than the program, which is explained by higher revenues compared to the original estimations.

In January-August 2018, the public balance registered a deficit of Ps. 230.8 billion, which is lower than the Ps. 369.3 billion deficit expected in the program. In the same period of 2017, a Ps. 105.4 billion surplus was registered including Banco de Mexico’s Operating Surplus (BMOS).

The primary balance presented a Ps. 151.4 billion surplus, which compares with the Ps. 24.7 billion surplus expected in the program. In the same period of last year, a Ps. 432.6 billion surplus was registered, which is bigger than the primary balance in 2018 mainly due to the resources of the BMOS.

The public balance excluding up to 2 percent of GDP of both State Productive Enterprises and Federal Government’s investments to assess the budgetary balance target, registered a Ps. 189.3 billion surplus in August 2018.

The Public Sector Borrowing Requirements (PSBRs), the broadest measure of the Public Sector balance, registered a Ps. 270.5 billion deficit, which is consistent with the annual deficit target of 2.5 percent of GDP. In the same period of 2017, the PSBRs registered a Ps. 125.2 billion surplus, which reflects the BMOS resources.

Public Sector Budgetary Revenues

The public sector budgetary revenues stood at Ps. 3.411 trillion during the January-August period of 2018, Ps. 304.9 billion higher than the expected in the program¹. Within, tax and oil revenues were higher by Ps. 99.3 billion and Ps. 91 billion, respectively. Non-tax revenues were Ps. 103.9 billion higher than the expected in the program, and those from CFE and Public Entities under Direct Budgetary Control were higher by Ps. 10.7 billion.

Budgetary revenues in January-August 2018 were 4.3 percent higher in real terms compared to the same period of 2017 if excluding the BMOS. The evolution of the main components of these revenues was as follows:

- Oil revenues stood at Ps. 650.3 billion, 10.9 percent higher in real terms compared to the previous year. This was mainly explained by a 37.5 percent increase in the average export price of the Mexican oil mix. However, this effect was partially offset by a 7.7 percent decrease of oil production and an appreciation of the exchange rate.

OIL INDICATORS (Cash flow)		
Concept	January-August	Growth %

¹ Corresponds to the Agreement that releases the monthly calendar of revenues forecast contained in Article 1 of the 2018 Federal Income Law and based on the methodology used to compute such forecast, published on December 7 of 2017 in the Federal Official Gazette (DOF).

	2017 (1)	2018		Nominal Difference			
		Program (2)	Observed (3)	(3-1)	(3-2)	(3/1)*/ ²	(3/2)
Oil production (kbd)	2,014.2	1,920.8	1,859.4	-154.8	-61.3	-7.7	-3.2
Export Platform (kbd)	1,100.7	881.5	1,236.1	135.4	354.6	12.3	40.2
Oil Price (dpb)	43.5	47.1	59.8	16.3	12.7	37.5	27.0
Natural Gas reference price (\$MBTU)	3.3	3.0	3.0	-0.3	0.0	-8.8	-1.3
Memorandum Items							
Exchange Rate (pesos per dollar)	19.4	18.5	19.1	-0.3	0.6	-6.2	3.0

Note: Figure may not add up due rounding.

* / Corresponds to real growth for the exchange rate (inflation-adjusted nominal growth).

Source: Ministry of Finance

- Non-oil tax revenues amounted to Ps. 2.678 trillion, 0.9 percent higher compared to same period in 2017. Excluding fuels excise tax (IEPS), tax collection increased by 3.4 percent in real terms.
- Federal Government non-tax revenues amounted to Ps. 193.7 billion. These revenues were 34.8 percent higher in real terms than the figures observed in the same period of the previous year, excluding the BMOS.
- IMSS and ISSSTE own revenues added to Ps. 257.9 billion, 4.5 percent higher in real terms compared to the figures observed in the same period of 2017.
- CFE own revenues amounted to Ps. 241.3 billion and were 1.2 percent lower in real terms compared to the previous year. This was mainly explained by lower revenues from energy sales.

Public Sector Net Budget Expenditure

As of August 2018, net paid expenditure stood at Ps. 3.659 trillion, Ps 183.3 billion higher than the program.² Within, programmable expenditure was higher than programmed by Ps. 95.5 billion, mainly due to CFE's higher expenditure of Ps. 69.7 billion, resulting from an increase in the price of fuels for power generation. Non-programmable expenditure was higher than programmed by Ps. 87.8 billion due to:

- A higher payment of non-earmarked transfers by Ps. 36.5 billion, which is associated to a favorable evolution of Federal tax collection.
- A higher payment of commitments acquired by the Federal Government in previous fiscal years (ADEFAS) by Ps. 56.3 billion, of which Ps. 37.3 billion correspond to the acquisition of financial assets stemming from the payment of contributions to Stabilization Funds in February 2018 derived from the excess revenues in 2017, in compliance with the current regulatory framework.³

These resources strictly correspond to public savings that materialized in 2017, but for allocation, control and budgetary purposes are registered as expenditure when they are transferred from the Treasury's General Account to the Fund's assets.

With respect to the January-August period of 2017, net paid expenditure, primary expenditure and programmable expenditure were 4.0, 3.1 and 1.2 percent higher in real terms, respectively.⁴ This result is influenced by a higher payment of ADEFAS, which reflects the contributions made to the Stabilization

² Corresponds to the Authorized Budget Calendar for fiscal year 2018, published on December 13, 2017 in the Federal Official Gazette (DOF).

³ Based on the regulatory framework, contributions were made to Stabilization Funds for a total amount of Ps. 111.4 billion resulting from excess revenues in 2017, of which Ps 83.4 billion were deposited in 2017, and based on updated information, an additional amount of Ps. 28.0 billion was contributed in February 2018.

⁴ It is important to remark that investment expenditure in 2017 was influenced upwards by a contribution to the Budgetary Income Stabilization Fund (FEIP) derived from the BMOS.

Funds stemming from the excess revenues in 2017, CFE's higher operating expenditure due to an increase in the price of fuels, and pensions and retirement payments. During this period, the following stands out:

- The payment of ADEFAS was 2.5 times higher than the previous year and 0.7 times higher if the contributions to Stabilization Funds stemming from excess revenues in 2017⁵ are excluded.
- Debt's financial cost increased by 12.4 percent in real terms.
- Physical investment increased by 7.0 percent in real terms.
- Pensions and retirement payments increased by 7.1 percent in real terms.
- Subsidies, transfers and current contributions were 1.8 percent higher in real terms.
- Operating expenditure increased by 4.6 percent in real terms, mainly due to CFE's higher operating costs resulting from an increase in the price of fuels for power generation.
- Non-earmarked transfers to the states increased by 2.5 percent in real terms.
- Total net expenditure excluding financial investments, pensions, non-earmarked transfers and financial cost increased by 7.1 percent in real terms. If ADEFAS for contributions to Stabilization Funds are excluded, total net expenditure increased by 5.2 percent in real terms. The current structural expenditure increased 3.7 percent in real terms.

Public Debt Balance

The Federal Government net debt balance stood at Ps. 7.719 trillion at the end of August 2018. Regarding its composition, the Federal Government net domestic debt amounted to Ps. 5.934 trillion, while the net external debt stood at USD 93.6 billion (equivalent to Ps. 1.784 trillion).

The Federal Public Sector net debt balance (Federal Government, State Productive Enterprises, and development banks) stood at Ps. 10.311 trillion at the end of August 2018. The Federal Public Sector net domestic debt stood at Ps. 6.550 trillion, while the Federal Public Sector net external debt amounted to USD 197.3 billion (equivalent to Ps. 3.761 trillion).

Finally, the Historical Balance of the Public Sector Borrowing Requirements (HBPSBRs), the broadest measure of public debt, amounted to Ps. 10.167 trillion in August 2018. The domestic component of the HBPSBRs stood at Ps 6.495 trillion, while the external component amounted to USD 192.6 billion (equivalent to Ps. 3.672 trillion).

More detail on the statistics of public finances and public debt is available at the Ministry of Finance's website: <http://presto.hacienda.gob.mx/EstoporLayout/estadisticas.jsp>

⁵ See footnote no. 3.

ANNEX 1

PUBLIC SECTOR FINANCIAL SITUATION (Million pesos)

Concept	January-August			Nominal Difference	Growth % real
	2018		Observed ^{p_/}		
	2017 (1)	Program (2)			
Public Balance	105,400.4	-369,310.7	-230,839.8	138,470.9	n.s.
Public Balance Excluding Investment^{1/}	331,353.5	59,800.5	189,293.7	129,493.2	-45.5
Budgetary Balance	86,280.7	-369,610.7	-248,058.8	121,552.0	n.s.
Budgetary Revenue	3,439,227.7	3,106,213.5	3,411,077.4	304,863.9	-5.5
Net Budgetary Expenditure	3,352,947.1	3,475,824.2	3,659,136.1	183,311.9	4.0
Entities under Indirect Budgetary Control	19,119.8	300.0	17,219.0	16,919.0	-14.2
Primary Balance	432,585.2	24,722.5	151,437.3	126,714.8	-66.6
Public Balance by Entities	105,400.4	-369,310.7	-230,839.8	138,470.9	n.s.
Budgetary balance	86,280.7	-369,610.7	-248,058.8	121,552.0	n.s.
Federal Government Balance	79,062.9	-385,921.3	-224,440.0	161,481.3	n.s.
State Productive Enterprises	-69,827.4	-61,315.4	-112,078.7	-50,763.3	n.s.
Pemex	-70,454.7	-84,228.5	-61,051.4	23,177.1	n.s.
CFE	627.3	22,913.1	-51,027.3	-73,940.4	n.s.
Entities under Direct Budgetary Control	77,045.2	77,626.0	88,459.9	10,833.9	9.4
IMSS	61,698.1	56,101.6	73,207.4	17,105.8	13.1
ISSSTE	15,347.1	21,524.4	15,252.5	-6,271.9	-5.3
Entities under Indirect Budgetary Control Balance	19,119.8	300.0	17,219.0	16,919.0	-14.2
Memorandum Items					
PSBR	125,170.1		-270,547.2		n.s.
PSBR excluding BMOS	-196,483.1		-270,547.2		n.s.
Primary PSBR	633,449.5		293,248.0		-55.9
Primary PSBR excluding BMOS	311,796.2		293,248.0		-10.4
Public balance excluding BMOS	-119,810.4	-369,310.7	-230,839.8	138,470.9	n.s.
Primary balance excluding BMOS	207,374.3	24,722.5	151,437.3	126,714.8	-30.4

Note: Figures may not add up due to rounding.

p_/ Preliminary Figures

n.s.: Not significant

1_/ Excludes up to 2% of GDP of both State Productive Enterprises and Federal Government's physical investment as per the Article 1 of the Federal Income Law 2018.

Source: Ministry of Finance.

PUBLIC SECTOR BUDGETARY REVENUES*_/
(Million pesos)

Concept	January-August			Nominal Difference (3-2)	Growth % real (3/1)
	2017 (1)	2018			
		Program (2)	Observed ^{p_/} (3)		
Total	3,117,574.5	3,106,213.5	3,411,077.4	304,863.9	4.3
Oil	558,732.9	559,333.6	650,342.8	91,009.2	10.9
State Productive Enterprise (Pemex)	258,231.5	260,605.3	290,570.3	29,965.0	7.3
Federal Government	300,501.4	298,728.3	359,772.5	61,044.2	14.1
Mexican Oil Fund	300,498.9	298,728.3	359,772.5	61,044.2	14.1
Income Tax from contractors and assignees	2.5	0.0	0.0	0.0	n.s.
Non-oil	2,558,841.6	2,546,879.9	2,760,734.6	213,854.7	2.8
Federal Government	2,090,819.6	2,058,335.3	2,261,507.4	203,172.2	3.1
Tax	1,953,780.9	1,968,497.2	2,067,766.3	99,269.1	0.9
Income Tax	1,067,285.3	1,061,936.0	1,131,988.1	70,052.1	1.1
Value Added Tax	562,883.4	578,278.7	632,302.9	54,024.2	7.1
Excise Tax	257,514.6	265,870.2	224,738.2	-41,132.0	-16.8
Imports	33,880.5	30,678.3	40,417.8	9,739.5	13.7
Tax on hydrocarbon exploration and extraction activities	2,833.0	3,144.6	3,443.9	299.3	15.9
Others	29,384.1	28,589.3	34,875.3	6,286.0	13.1
Non tax	137,038.8	89,838.1	193,741.1	103,903.0	34.8
Entities under Direct Budgetary Control	235,154.2	246,641.5	257,896.2	11,254.8	4.5
IMSS	203,934.6	213,855.9	225,569.8	11,713.9	5.4
ISSSTE	31,219.6	32,785.6	32,326.5	-459.1	-1.3
State Productive Enterprise (CFE)	232,867.7	241,903.2	241,330.9	-572.2	-1.2
Memorandum Items					
Total revenues including BMOS	3,439,227.7	3,106,213.5	3,411,077.4	304,863.9	-5.5
Federal Government non-tax revenues including BMOS	458,692.0	89,838.1	193,741.1	103,903.0	-59.7
Tax revenues excluding fuels Excise Tax	1,801,587.1	1,810,997.8	1,953,780.5	142,782.7	3.4

Note: Partial sums and variation may not add up due to rounding.

*_/ Excluding BMOS, except in those indicated figures. For comparison between 2017 and 2018, it is necessary to subtract from the figures reported for 2017 in the website of the Ministry of Finance the whole of BMOS.

p_/ Preliminary Figures.

n.s.: Not Significant.

Source: Ministry of Finance

PUBLIC SECTOR TOTAL BUDGETARY EXPENDITURE
(Million pesos)

Concept	January-August			Nominal Difference (3-2)	Growth % real (3/1)
	2017 (1)	Program (2)	Observed ^{p_/} (3)		
Total	3,352,947.1	3,475,824.2	3,659,136.1	183,311.9	4.0
Primary Expenditure	3,023,196.2	3,081,823.8	3,270,139.5	188,315.7	3.1
Programmable	2,457,556.5	2,514,652.8	2,610,157.7	95,505.0	1.2
Federal Government	1,822,394.1	1,874,189.1	1,902,363.0	28,173.9	-0.5
Autonomous Branches	59,469.7	87,095.5	72,411.6	-14,683.9	16.1
Administrative Branches	701,170.8	713,115.4	744,470.3	31,355.0	1.2
General Branches	1,061,753.6	1,073,978.3	1,085,481.1	11,502.8	-2.6
Entities under Direct Budgetary Control	550,508.8	609,518.8	609,977.5	458.8	5.6
IMSS	365,401.5	404,702.6	406,435.8	1,733.3	6.0
ISSSTE	185,107.3	204,816.2	203,541.7	-1,274.5	4.8
State Productive Enterprises	507,233.1	503,380.2	570,290.6	66,910.3	7.2
Pemex	258,174.2	266,451.2	263,632.0	-2,819.2	-2.7
CFE	249,058.9	236,929.1	306,658.5	69,729.5	17.4
(-) Compensated Operations	422,579.6	472,435.4	472,473.3	37.9	6.6
Non-programmable	565,639.7	567,171.0	659,981.7	92,810.7	11.2
Non-earmarked transfers	545,505.0	550,079.9	586,598.1	36,518.1	2.5
Adefas and others	20,134.7	17,091.1	73,383.7	56,292.6	247.4
Financial cost	329,750.8	394,000.4	388,996.7	-5,003.8	12.4
Memorandum Items					
Total net expenditure without outlays on financial investments, pension payments, transfers and financial cost ^{1/}	1,897,410.8	1,995,346.8	2,132,332.5	136,985.7	7.1
Total net expenditure without outlays on financial investments, pension payments and transfers	2,227,161.7	2,389,347.2	2,521,329.1	131,981.9	7.9
Total net expenditure without outlays on financial investments	3,241,576.8	3,458,140.4	3,634,934.7	176,794.4	6.9
Current structural expenditure	1,373,499.6	1,435,492.1	1,494,910.1	59,418.0	3.7

Note: Partial sums and variation may not add up due to rounding.

1_/ If Adefas for contributions to Stabilization Funds are excluded, total net expenditure increased by 5.4 percent in real terms.

p_/ Preliminary Figures

Source: Ministry of Finance.

FEDERAL GOVERNMENT DOMESTIC DEBT, AUGUST *_/
(Million pesos)

Concept	Balance as of December 2017	Indebtedness			Adjustments ^{1_/}	Balance as of August 2018 ^{p_/}
		Originations	Amort.	Net		
1. Net Debt (3-2)	5,714,288.0					5,934,115.0
2. Assets ^{2_/}	205,878.8					337,587.2
3. Gross Debt	5,920,166.8	2,228,349.2	1,918,127.5	310,221.7	41,313.7	6,271,702.2
Securities	5,326,031.2	2,056,847.9	1,724,574.5	332,273.4	33,583.0	5,691,887.6
Cetes	701,554.5	1,412,651.7	1,373,960.0	38,691.7	0.0	740,246.2
Bondes "D"	471,280.6	87,339.4	28,185.1	59,154.3	0.0	530,434.9
Fixed Rate Bonds	2,747,915.9	396,554.0	285,984.7	110,569.3	-699.3	2,857,785.9
Udibonos	1,397,678.9	160,302.8	36,404.7	123,898.1	34,103.3	1,555,680.3
<i>Udibonos udi's</i>	<i>235,643.4</i>	<i>26,653.2</i>	<i>6,043.0</i>	<i>20,610.2</i>	<i>-22.4</i>	<i>256,231.2</i>
Segregated Udibonos	7,601.3	0.0	40.0	-40.0	179.0	7,740.3
<i>Segregated Udibonos udi's</i>	<i>1,281.5</i>	<i>0.0</i>	<i>6.6</i>	<i>-6.6</i>	<i>0.0</i>	<i>1,274.9</i>
Saving Fund S.A.R.	127,432.9	169,274.4	176,439.2	-7,164.8	3,931.1	124,199.2
Obligations by ISSSTE's Law ^{3_/}	145,137.4	46.9	9,563.8	-9,516.9	3,273.8	138,894.3
PEMEX Pension Bonds ^{4_/}	136,127.4	0.0	2,353.0	-2,353.0	0.0	133,774.4
CFE Pension Bonds ^{5_/}	161,080.2	0.0	0.0	0.0	0.0	161,080.2
Others	24,357.7	2,180.0	5,197.0	-3,017.0	525.8	21,866.5

Note: Partial sums may not add up due to rounding.

*_/ Figures subject to revision and methodological changes

p_/ Preliminary Figures

1_/ Corresponds to the adjustment for inflation. Regarding to Fixed Rate Development Bonds, includes adjustments for debt swap operations.

2_/ Includes the net balance of the Treasury's General Account denominated in Mexican pesos.

3_/ Obligations associated with the new ISSSTE law.

4_/ Obligations associated with the financial support from the Federal Government to PEMEX given the savings in their pensions liabilities, in compliance with the provisions of the "Agreement on the general provisions concerning the Federal Government's assumption of PEMEX and its Subsidiary Productive Enterprises' pension and retirement liabilities", published in the Federal Official Gazette on December 24, 2015.

5_/ Obligations associated with the financial support from the Federal Government to CFE given the savings in their pension liabilities, in compliance with the provisions of the "Agreement on the general provisions concerning the Federal Government's assumption of CFE's pension and retirement liabilities," published in the Federal Official Gazette on February 14, 2016.

Source: Ministry of Finance.

FEDERAL GOVERNMENT EXTERNAL DEBT, AUGUST *_/
(Million dollars)

Concept	Balance as of December 2017	Indebtedness			Adjustments	Balance as of August 2018 ^{p_/}
		Originations	Amort.	Net		
1. Net Debt (3-2)	90,625.2					93,589.0
2. Assets ^{1_/}	447.0					2,354.8
3. Gross Debt	91,072.2	7,380.9	1,887.0	5,493.9	-622.3	95,943.8
Capital Markets	63,086.6	6,303.2	732.7	5,570.5	-578.8	68,078.3
International Financial Institutions (IFI's)	25,798.4	1,077.7	1,027.3	50.4	-0.4	25,848.4
Foreign Trade	2,187.2	0.0	127.0	-127.0	-43.1	2,017.1

Note: Partial sums may not add up due to rounding.

*_/ Figures subject to revision and methodological changes

p_/ Preliminary Figures

1_/ Considers the net balance of the Treasury's General Account denominated in US dollars.

Source: Ministry of Finance.

FEDERAL PUBLIC SECTOR DOMESTIC DEBT, AUGUST * / 1 /
(Million pesos)

Concept	Balance as of December 2017	Indebtedness			Adjustments	Balance as of August 2018 ^{p_/}
		Originations	Amort.	Net		
1. Net Debt (3-2)	6,284,707.0					6,549,596.3
2. Assets ^{2_/}	163,793.8					295,870.0
3. Gross Debt	6,448,500.8	2,581,223.3	2,224,677.4	356,545.9	40,419.6	6,845,466.3
By Term	6,448,500.8	2,581,223.3	2,224,677.4	356,545.9	40,419.6	6,845,466.3
Long-term	5,903,154.0	1,063,670.3	727,821.3	335,849.0	38,302.4	6,277,305.4
Short-term	545,346.8	1,517,553.0	1,496,856.1	20,696.9	2,117.2	568,160.9
By User	6,448,500.8	2,581,223.3	2,224,677.4	356,545.9	40,419.6	6,845,466.3
Federal Government	5,920,166.8	2,228,349.2	1,918,127.5	310,221.7	41,313.7	6,271,702.2
Long-term	5,389,547.9	989,346.8	672,758.3	316,588.5	41,313.7	5,747,450.1
Short-term	530,618.9	1,239,002.4	1,245,369.2	-6,366.8	0.0	524,252.1
State Productive Enterprises	381,555.2	99,082.5	78,441.5	20,641.0	-3,276.5	398,919.7
Long-term	381,555.2	42,308.7	49,477.3	-7,168.6	-3,276.5	371,110.1
Short-term	0.0	56,773.8	28,964.2	27,809.6	0.0	27,809.6
Development Banks	146,778.8	253,791.6	228,108.4	25,683.2	2,382.4	174,844.4
Long-term	132,050.9	32,014.8	5,585.7	26,429.1	265.2	158,745.2
Short-term	14,727.9	221,776.8	222,522.7	-745.9	2,117.2	16,099.2
By Source of Financing	6,448,500.8	2,581,223.3	2,224,677.4	356,545.9	40,419.6	6,845,466.3
Issuance of Securities	5,742,332.7	2,104,156.6	1,745,591.2	358,565.4	35,552.4	6,136,450.5
Saving Fund S.A.R.	127,432.9	169,274.4	176,439.2	-7,164.8	3,931.1	124,199.2
Commercial Banks	86,209.2	196,733.6	172,437.3	24,296.3	2,055.0	112,560.5
Obligations by ISSSTE's Law ^{3_/}	145,137.4	46.9	9,563.8	-9,516.9	3,273.8	138,894.3
PEMEX Pension Bonds ^{4_/}	136,127.4	0.0	2,353.0	-2,353.0	0.0	133,774.4
CFE Pension Bonds ^{5_/}	161,080.2	0.0	0.0	0.0	0.0	161,080.2
Others	50,181.0	111,011.8	118,292.9	-7,281.1	-4,392.7	38,507.2

Note: Partial sums may not add up due to rounding.

*_/ Figures subject to revision and methodological changes

p_/ Preliminary Figures

1_/ Includes the debt from the Federal Government, State Productive Enterprises and Development Banks.

2_/ Includes the net balance denominated in Mexican pesos of the Federal Treasury's General Account and assets from State Productive Enterprises and Development Banks.

3_/ Obligation associated with the new ISSSTE law.

4_/ Obligations associated with the financial support from the Federal Government to PEMEX given the savings in their pensions liabilities, in compliance with the provisions of the "Agreement on the general provisions concerning the Federal Government's assumption of PEMEX and its Subsidiary Productive Enterprises' pension and retirement liabilities", published in the Federal Official Gazette on December 24, 2015.

5_/ Obligations associated with the financial support from the Federal Government to CFE given the savings in their pension liabilities, in compliance with the provisions of the "Agreement on the general provisions concerning the Federal Government's assumption of CFE's pension and retirement liabilities," published in the Federal Official Gazette on February 14, 2016.

Source: Ministry of Finance.

FEDERAL PUBLIC SECTOR EXTERNAL DEBT, AUGUST * / 1 /
(Million dollars)

Concept	Balance as of December 2017	Indebtedness			Adjustments	Balance as of August 2018 ^{p/}
		Originations	Amort.	Net		
1. Net Debt (3-2)	192,344.0					197,262.8
2. Financial Asset in Foreign Currency ^{2/}	1,637.2					3,565.4
3. Gross Debt	193,981.2	32,554.7	24,652.6	7,902.1	-1,055.1	200,828.2
By Term	193,981.2	32,554.7	24,652.6	7,902.1	-1,055.1	200,828.2
Long-term	190,728.7	21,370.2	13,697.0	7,673.2	-1,077.1	197,324.8
Short-term	3,252.5	11,184.5	10,955.6	228.9	22.0	3,503.4
By User	193,981.2	32,554.7	24,652.6	7,902.1	-1,055.1	200,828.2
Federal Government	91,072.2	7,380.9	1,887.0	5,493.9	-622.3	95,943.8
Long-term	91,072.2	7,380.9	1,887.0	5,493.9	-622.3	95,943.8
Short-term	0.0	0.0	0.0	0.0	0.0	0.0
State Productive Enterprises	91,780.0	15,694.5	13,147.8	2,546.7	-556.4	93,770.3
Long-term	91,780.0	13,880.3	11,655.6	2,224.7	-556.4	93,448.3
Short-term	0.0	1,814.2	1,492.2	322.0	0.0	322.0
Development Bank	11,129.0	9,479.3	9,617.8	-138.5	123.6	11,114.1
Long-term	7,876.5	109.0	154.4	-45.4	101.6	7,932.7
Short-term	3,252.5	9,370.3	9,463.4	-93.1	22.0	3,181.4
By Source of Financing	193,981.2	32,554.7	24,652.6	7,902.1	-1,055.1	200,828.2
Capital Markets	147,034.0	16,176.6	7,485.1	8,691.5	-1,108.4	154,617.1
International Financial Institutions (IFI's)	29,964.4	1,084.3	1,151.1	-66.8	93.3	29,990.9
Foreign Trade	6,772.9	294.5	707.5	-413.0	-42.9	6,317.0
Banking Market	9,950.2	14,735.1	15,166.7	-431.6	3.4	9,522.0
Pidiregas	259.7	264.2	142.2	122.0	-0.5	381.2

Note: Partial sums may not add up due to rounding.

* / Figures subject to revision and methodological changes

p / Preliminary Figures

1 / Includes the debt from the Federal Government, State Productive Enterprises and Development Banks.

2 / Includes the net balance denominated in US Dollars of the Federal Treasury's General Account and assets from State Productive Enterprises and Development Banks.

Source: Ministry of Finance.

ANNEX 2

SUMMARY OF THE MAIN INDICATORS ON PUBLIC FINANCES (Billion pesos)

Concept	January-August		Growth % real (2/1)	Annual			Advance % with respect to:		
	2017 (1)	2018 ^{p./} (2)		2017 (3)	2018		2017 (1/3)	2018	
					Program ^{1./} (4)	Estimated ^{2./} (5)		Program ^{1./} (2/4)	Estimated ^{2./} (2/5)
1. Budgetary Revenues ^{1./}	3,117.6	3,411.1	4.3	4,626.0	4,778.3	4,965.4	67.4	71.4	68.7
2. Tax revenues	1,953.8	2,067.8	0.9	2,855.1	2,957.5	3,004.7	68.4	69.9	68.8
3. Tax Revenues without fuels excise tax (IEPS)	1,801.6	1,953.8	3.4	2,638.6	2,698.8	2,850.5	68.3	72.4	68.5
4. Total net expenditure without outlays on financial investments, pension payments, transfers and financial cost	1,897.4	2,132.3	7.1	2,915.3	2,973.3	3,110.4	65.1	71.7	68.6
5. Total net expenditure without outlays on financial investments pension payments and transfers	2,227.2	2,521.3	7.9	3,448.4	3,620.8	3,757.6	64.6	69.6	67.1
6. Total net expenditure without outlays on financial investments	3,241.6	3,634.9	6.9	4,926.9	5,226.5	5,408.7	65.8	69.5	67.2
7. Total net expenditure	3,352.9	3,659.1	4.0	5,182.6	5,245.0	5,432.1	64.7	69.8	67.4
8. Current Structural Expenditure	1,373.5	1,494.9	3.7	2,219.2	2,162.1	2,162.1	61.9	69.1	69.1
9. Primary Balance	432.6	151.4	-66.6	304.8	181.3	181.0	141.9	83.5	83.7
10. PSBR	125.2	-270.5	n.a.	-233.0	-584.8	-585.5	-53.7	46.3	46.2
11. HBPSBR	9,352.2	10,166.5	3.6	10,031.8	10,796.0	10,661.1	93.2	94.2	95.4
12. Public Debt	9,339.3	10,310.6	5.2	10,090.6	10,745.7	10,638.0	92.6	96.0	96.9

Note: Partial sums may not add up due to rounding

*./ Excluding BMOS, except in those indicated figures. For comparison between 2017 and 2018, it is necessary to subtract from the figures reported for 2017 in the website of the Ministry of Finance the whole of BMOS.

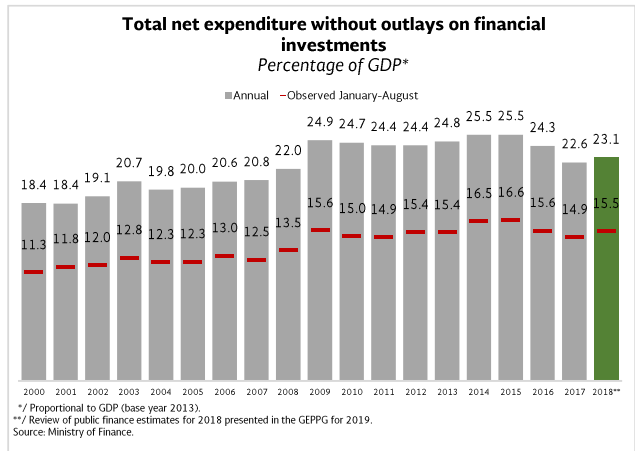
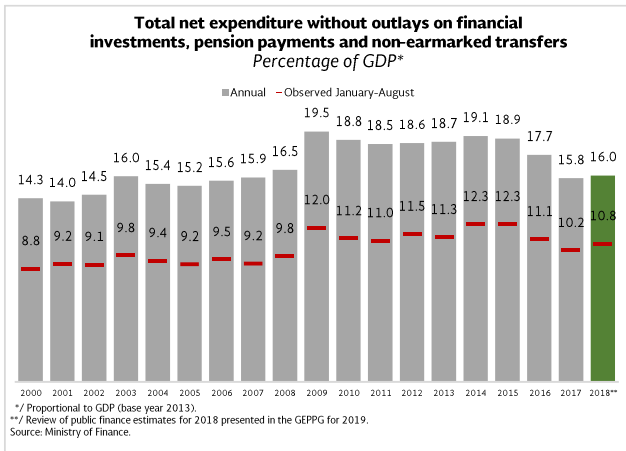
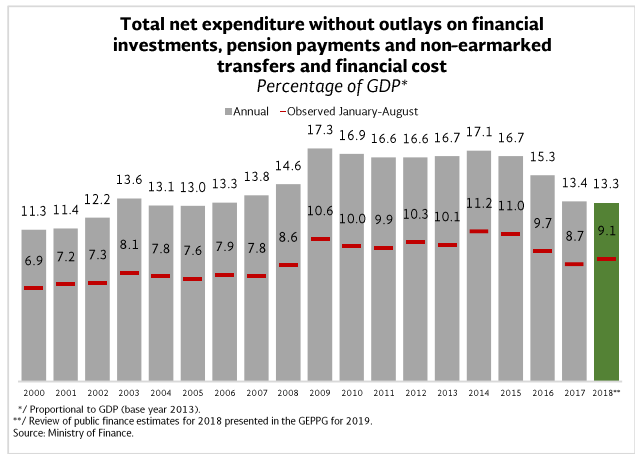
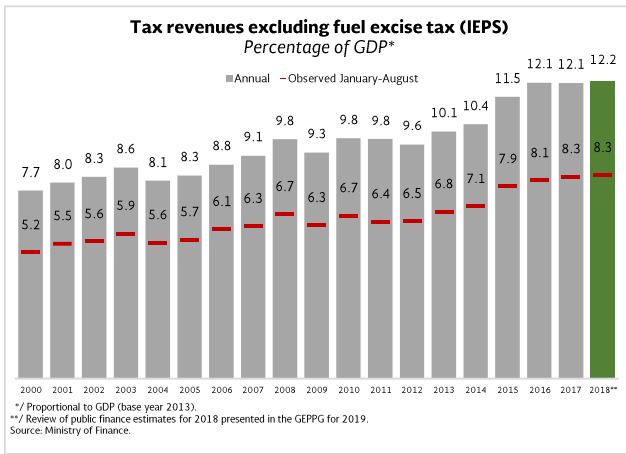
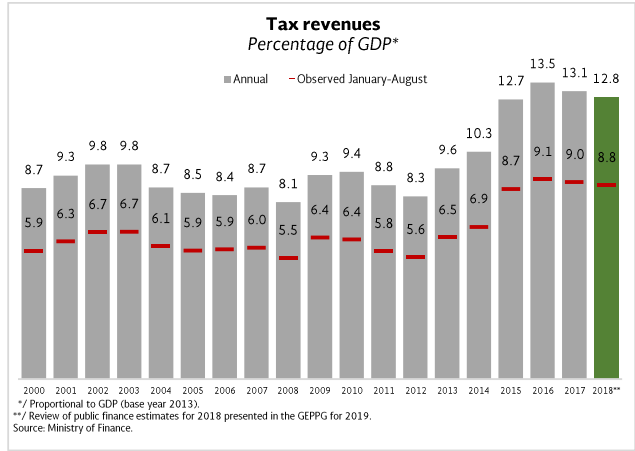
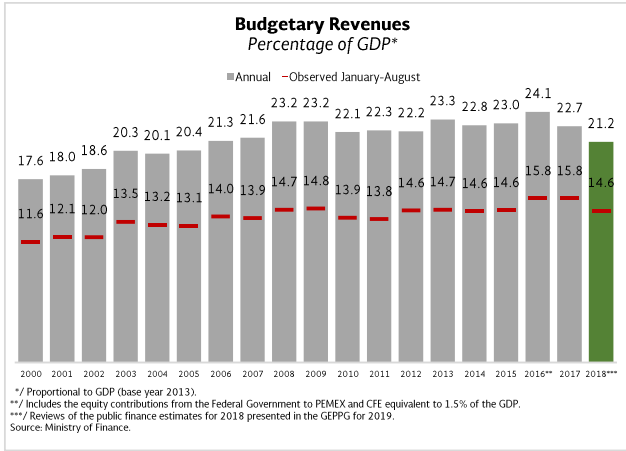
p./ Preliminary Figures

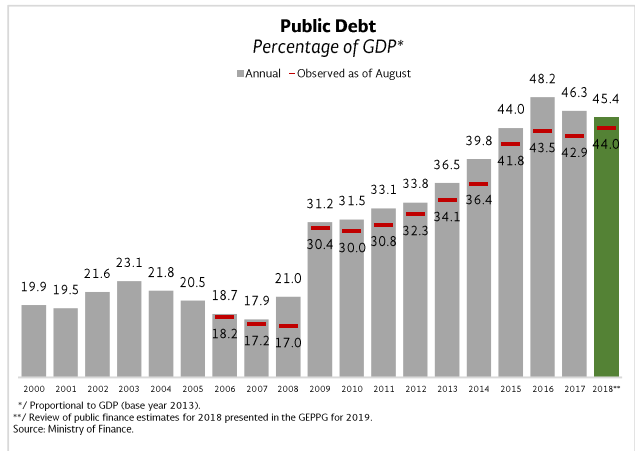
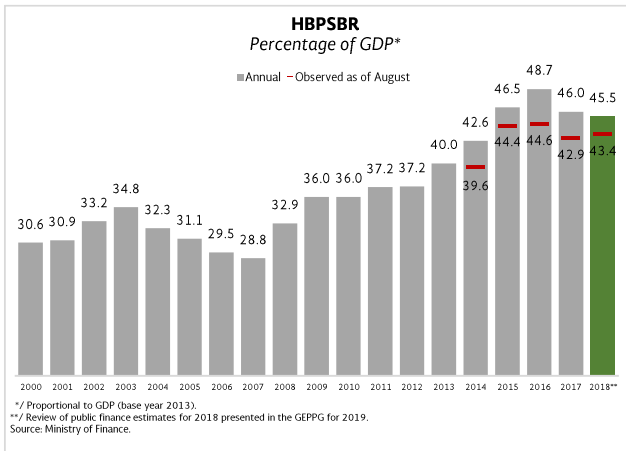
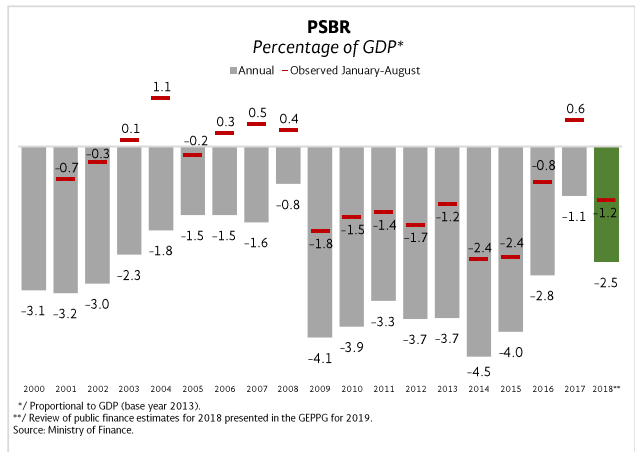
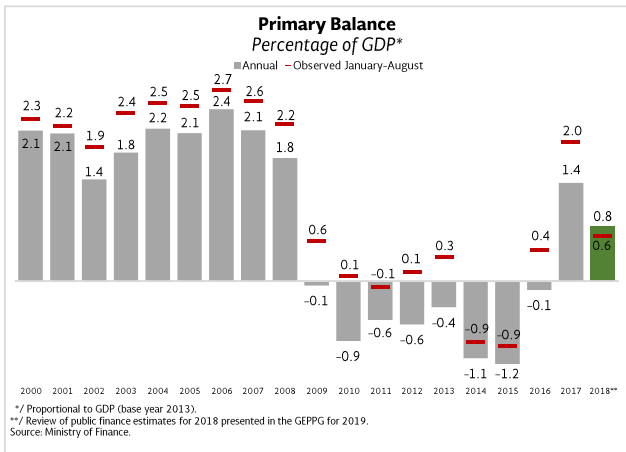
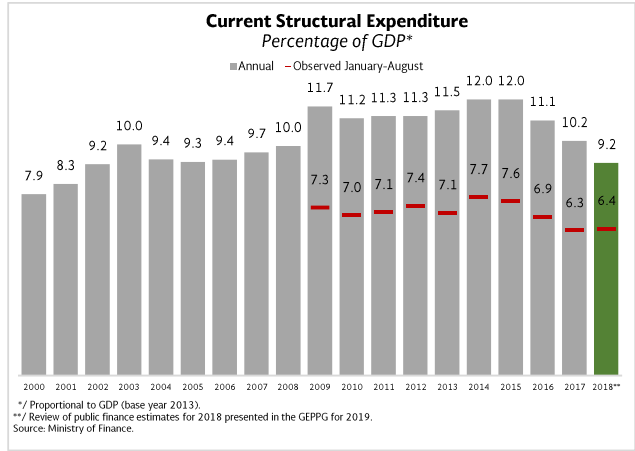
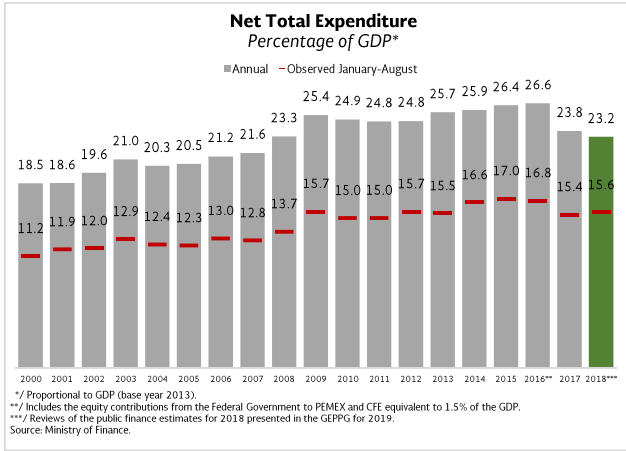
n.s.: Not Significant

1./ Corresponds to the Federal Income Law and the Federal Budget for the fiscal year 2018 approved by the Congress.

2./ Corresponds to the revision of public finances estimates presented in the General Economic Policy Preliminary Guidelines (GEPPG) for 2019.

Source: Ministry of Finance.





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