

Mexico City, June 29<sup>th</sup>, 2018

## Public Finances and Public Debt as of May 2018

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

- In January-May 2018, the Public Sector Borrowing Requirements (PSBRs), the broadest measure of the Federal Public Sector balance, registered a Ps. 84.5 billion deficit, which is consistent with the annual deficit target of 2.5 percent of GDP.
- During the January-May period of 2018, the primary balance presented a Ps. 132.0 billion surplus, which is higher than the Ps. 16.2 billion surplus expected in the program.
- In January-May 2018, budgetary revenues were Ps. 173.7 billion higher than those expected in the program. Within this, oil revenues and tax revenues excluding fuels excise tax (IEPS) increased by 7.7 and 2.4 percent in real annual terms, respectively.
- The budgetary expenditure was 9.7 percent higher in real terms compared with the same period in 2017. In this regard, programmable and non-programmable expenditure increased by 8.3 and 13.9 percent in real annual terms, respectively. Furthermore, net budgetary expenditure was Ps. 136.5 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 and to a higher operation expenditure resulting from an increase of international prices of fuels for power generation.
- As of May 2018, the Federal Government net debt stood at Ps. 7.693 trillion, the Public Sector net debt stood at Ps. 10.351 trillion, and the Historical Balance of the Public Sector Borrowing Requirements (HBPSBRs), the broadest measure of public debt, amounted to Ps. 10.156 trillion. These levels are consistent with the debt ceilings approved by Congress for 2018.

Today, the Ministry of Finance and Public Credit delivered to Congress the Information on Public Finances and Public Debt as of May 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 May 2018, the main balances of the public finances were better than the program, which is explained by higher revenues compared to the originally expected.

In January-May 2018, the public balance recorded a Ps. 36.9 billion deficit, which is lower than the Ps. 166.4 billion deficit expected in the program. In the same period of 2017, a Ps. 381.7 billion surplus was registered including the Banco de Mexico's Operating Surplus (BMOS).

The primary balance presented a Ps. 132.0 billion surplus, which compares with the Ps. 16.2 billion surplus expected in the program. In the same period of last year, a Ps. 504.5 billion surplus was registered, influenced upwards by 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. 220.0 billion surplus in May 2018.

The Public Sector Borrowing Requirements (PSBRs), the broadest measure of the Public Sector balance, registered a Ps. 84.5 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. 313.2 billion surplus, which reflects the BMOS resources.

### ***Public Sector Budgetary Revenues***

The public sector budgetary revenues stood at Ps. 2.093 trillion during the January-May period of 2018, Ps. 173.7 billion higher than the expected in the program<sup>1</sup>. Within, tax and oil revenues were higher by Ps. 78.8 billion and Ps. 54.3 billion, respectively. Non-tax revenues were Ps. 38.4 billion higher than the expected in the program, which include Ps. 9.3 billion from the reimbursement of resources from the Mexican Oil Fund for Stabilization and Development (FMP) for the final adjustment of the contribution derived from excess revenues in 2017<sup>2</sup>; and those from CFE and Public Entities under Direct Budgetary Control by Ps. 2.2 billion.

Budgetary revenues in January-May 2018 were 1.8 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. 396.3 billion, 7.7 percent higher in real terms compared to the previous year. This was mainly explained by a 30.1 percent increase in the average export price of the Mexican oil

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<sup>1</sup> 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).

<sup>2</sup> 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.

mix. However, this effect was partially offset by a 6.5 percent decrease of oil production and an appreciation of the exchange rate.

<b>OIL INDICATORS</b> (Cash flow)							
Concept	January-May			Nominal Difference		Growth %	
	2017 (1)	2018					
		Program (2)	Observed (3)	(3-1)	(3-2)	(3/1) <sup>*/</sup>	(3/2)
Oil production (kbd)	2,020.1	1,911.5	1,889.3	-130.8	-22.1	-6.5	-1.2
Export Platform (kbd)	1,087.1	868.7	1,280.2	193.1	411.5	17.8	47.4
Oil Price (dpb)	43.7	45.9	56.9	13.1	10.9	30.1	23.8
Natural Gas reference price (\$MBTU)	3.3	3.2	3.1	-0.2	-0.1	-6.6	-4.5
<b>Memorandum Items</b>							
Exchange Rate (pesos per dollar)	20.1	18.2	18.7	-1.3	0.6	-11.1	3.1

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. 1.307 trillion, 0.7 percent higher compared to same period in 2017. Excluding fuels excise tax (IEPS), tax collection increased by 2.4 percent in real terms.
- Federal Government non-tax revenues amounted to Ps. 92.4 billion. These revenues were 1.5 percent lower 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. 158.3 billion, 5.5 percent higher in real terms compared to the figures observed in the same period of 2017.
- CFE own revenues amounted to Ps. 139.3 billion and were 4.6 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 May 2018, net paid expenditure stood at Ps. 2.2 trillion, Ps 136.5 billion higher than the program<sup>3</sup>. Within, programmable expenditure was higher than programmed by Ps. 60.6 billion, mainly due to CFE's higher expenditure of Ps. 71.2 billion, resulting from an increase in the price of fuels for power generation. Non-programmable expenditure was higher than programmed by Ps. 75.9 billion, due to:

- A higher payment of non-earmarked transfers by Ps. 31.7 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. 45.1 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<sup>4</sup>.

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-May period of 2017, net paid expenditure, primary expenditure and programmable expenditure were 9.7, 8.8 and 8.3 percent higher in real terms, respectively. This result is

<sup>3</sup> Corresponds to the Authorized Budget Calendar for fiscal year 2018, published on December 13, 2017 in the Federal Official Gazette (DOF).

<sup>4</sup> See footnote no. 2.

influenced by a higher payment of ADEFAS, which reflects the contributions made to Stabilization 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 1.6 times higher than the previous year and 0.1 times higher if the contributions to Stabilization Funds stemming from excess revenues in 2017<sup>5</sup> are excluded.
- Debt's financial cost increased by 21.0 percent in real terms, due to a higher payment of interests and the support programs to bank savers and debtors.
- Physical investment increased by 7.2 percent in real terms.
- Pensions and retirement payments increased by 7.2 percent in real terms.
- Subsidies, transfers and current contributions were 9.9 percent higher in real terms.
- Operating expenditure increased by 5.9 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 0.9 percent in real terms.
- Total net expenditure excluding financial investments, pensions, non-earmarked transfers and financial cost increased by 11.4 percent in real terms. If ADEFAS for contributions to Stabilization Funds are excluded, total net expenditure increased by 8.3 percent in real terms. The current structural expenditure increased 5.8 percent in real terms.

### ***Public Debt Balance***

The Federal Government net debt balance stood at Ps. 7.693 trillion at the end of May 2018. Regarding its composition, the Federal Government net domestic debt amounted to Ps. 5.817 trillion, while the net external debt stood at USD 95 billion (equivalent to Ps. 1.876 trillion).

The Federal Public Sector net debt balance (Federal Government, State Productive Enterprises, and development banks) stood at Ps. 10.351 trillion at the end of May 2018. The Federal Public Sector net domestic debt stood at Ps. 6.410 trillion, while the Federal Public Sector net external debt amounted to USD 199.5 billion (equivalent to Ps. 3.941 trillion).

Finally, the Historical Balance of the Public Sector Borrowing Requirements (HBPSBRs), the broadest measure of public debt, amounted to Ps. 10.156 trillion in May 2018. The domestic component of the HBPSBRs stood at Ps. 6.311 trillion, while the external component amounted to USD 194.7 billion (equivalent to Ps. 3.845 trillion).

**More detail on the statistics of public finances and public debt is available on the Ministry of Finance's website: <http://bit.ly/1MJmqgZ>**

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<sup>5</sup> See footnote no. 2.

## ANNEX 1

### PUBLIC SECTOR FINANCIAL SITUATION (Million pesos)

Concept	January-May			Nominal Difference	Growth % real
	2017	2018			
		Program	Observed <sup>p/_</sup>		
(1)	(2)	(3)	(3-2)	(3/1)	
<b>Public Balance</b>	<b>381,747.3</b>	<b>-166,399.0</b>	<b>-36,899.2</b>	<b>129,499.8</b>	<b>n.s.</b>
<b>Public Balance Excluding Investment<sup>1/_</sup></b>	<b>523,691.9</b>	<b>99,165.2</b>	<b>220,032.2</b>	<b>120,867.0</b>	<b>-60.0</b>
Budgetary Balance	349,728.2	-166,649.0	-129,450.9	37,198.1	n.s.
Budgetary Revenue	2,279,025.6	1,919,299.0	2,092,957.3	173,658.3	-12.5
Net Budgetary Expenditure	1,929,297.5	2,085,948.1	2,222,408.2	136,460.2	9.7
Entities under Indirect Budgetary Control	32,019.2	250.0	92,551.7	92,301.7	175.3
Primary Balance	504,539.5	16,234.0	131,986.4	115,752.4	-75.1
<b>Public Balance by Entities</b>	<b>381,747.3</b>	<b>-166,399.0</b>	<b>-36,899.2</b>	<b>129,499.8</b>	<b>n.s.</b>
Budgetary balance	349,728.2	-166,649.0	-129,450.9	37,198.1	n.s.
Federal Government Balance	331,467.6	-188,824.2	-112,613.1	76,211.1	n.s.
State Productive Enterprises	-47,332.2	-46,864.3	-95,623.0	-48,758.7	n.s.
Pemex	-59,590.8	-63,576.4	-34,803.1	28,773.3	n.s.
CFE	12,258.6	16,712.1	-60,819.9	-77,532.1	n.s.
Entities under Direct Budgetary Control	65,592.8	69,039.5	78,785.2	9,745.7	14.4
IMSS	55,815.2	55,601.6	67,726.9	12,125.2	15.6
ISSSTE	9,777.5	13,437.8	11,058.3	-2,379.5	7.7
Entities under Indirect Budgetary Control Balance	32,019.2	250.0	92,551.7	92,301.7	175.3
<b>Memorandum Items</b>					
PSBR	313,178.5		-84,549.6		n.s.
PSBR excluding BMOS	582,503.0		184,691.2		-69.8
Primary PSBR	-8,474.7		-84,549.6		n.s.
Primary PSBR excluding BMOS	260,849.8		184,691.2		-32.6
Public balance excluding BMOS	60,094.1		-36,899.2		n.s.
Primary balance excluding BMOS	182,886.3		131,986.4		-31.3

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-May			Nominal Difference (3-2)	Growth % real (3/1)
	2017 (1)	2018			
		Program (2)	Observed <sup>p_/</sup> (3)		
<b>Total</b>	<b>1,957,372.4</b>	<b>1,919,299.0</b>	<b>2,092,957.3</b>	<b>173,658.3</b>	<b>1.8</b>
<b>Oil</b>	<b>350,494.2</b>	<b>342,037.7</b>	<b>396,288.5</b>	<b>54,250.8</b>	<b>7.7</b>
State Productive Enterprise (Pemex)	154,520.2	158,474.1	181,336.3	22,862.2	11.8
Federal Government	195,974.0	183,563.6	214,952.2	31,388.7	4.5
Mexican Oil Fund	195,971.6	183,563.6	214,952.2	31,388.7	4.5
Income Tax from contractors and assignees	2.4	0.0	0.0	0.0	n.s.
<b>Non-oil</b>	<b>1,606,878.2</b>	<b>1,577,261.4</b>	<b>1,696,668.8</b>	<b>119,407.4</b>	<b>0.6</b>
Federal Government	1,324,991.0	1,281,858.9	1,399,086.4	117,227.6	0.6
Tax	1,235,620.8	1,227,879.1	1,306,680.8	78,801.7	0.7
Income Tax	710,281.5	691,283.7	743,083.6	51,799.9	-0.4
Value Added Tax	331,489.6	338,491.7	380,046.8	41,555.1	9.2
Excise Tax	153,753.9	160,124.3	139,980.3	-20,144.1	-13.3
Imports	20,794.3	18,505.7	22,011.7	3,506.0	0.8
Tax on hydrocarbon exploration and extraction activities	1,727.6	1,957.9	1,998.8	41.0	10.2
Others	17,573.9	17,515.8	19,559.6	2,043.8	6.0
Non tax	89,370.2	53,979.8	92,405.6	38,425.8	-1.5
Entities under Direct Budgetary Control	142,836.7	151,792.5	158,288.9	6,496.4	5.5
IMSS	123,580.2	131,272.6	138,491.8	7,219.2	6.7
ISSSTE	19,256.5	20,519.9	19,797.1	-722.8	-2.1
State Productive Enterprise (CFE)	139,050.6	143,610.0	139,293.5	-4,316.5	-4.6
<b>Memorandum Items</b>					
Total revenues including BMOS	2,279,025.6	1,919,299.0	2,092,957.3	173,658.3	-12.5
Federal Government non-tax revenues including BMOS	411,023.4	53,979.8	92,405.6	38,425.8	-78.6
Tax revenues excluding fuels Excise Tax	1,148,757.1	1,133,794.1	1,234,976.6	101,182.4	2.4

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-May			Nominal Difference (3-2)	Growth % real (3/1)
	2017 (1)	2018			
		Program (2)	Observed <sup>p_/</sup> (3)		
<b>Total</b>	<b>1,929,297.5</b>	<b>2,085,948.1</b>	<b>2,222,408.2</b>	<b>136,460.2</b>	<b>9.7</b>
<b>Primary Expenditure</b>	<b>1,786,242.5</b>	<b>1,903,273.0</b>	<b>2,040,684.2</b>	<b>137,411.2</b>	<b>8.8</b>
Programmable	1,425,571.5	1,559,665.6	1,620,256.9	60,591.3	8.3
Federal Government	1,062,355.9	1,187,880.4	1,193,217.1	5,336.8	7.0
Autonomous Branches	34,937.3	56,181.3	41,041.2	-15,140.1	11.9
Administrative Branches	411,184.2	449,326.2	463,070.5	13,744.3	7.3
General Branches	616,234.4	682,372.9	689,105.5	6,732.5	6.5
Entities under Direct Budgetary Control	332,591.7	369,388.9	367,447.2	-1,941.7	5.2
IMSS	211,610.5	234,769.3	234,530.4	-238.9	5.6
ISSSTE	120,981.2	134,619.6	132,916.8	-1,702.8	4.6
State Productive Enterprises	303,217.2	307,279.1	365,782.9	58,503.8	14.9
Pemex	167,125.5	170,422.4	157,744.6	-12,677.8	-10.1
CFE	136,091.8	136,856.7	208,038.3	71,181.6	45.6
(-) Compensated Operations	272,593.4	304,882.7	306,190.4	1,307.6	7.0
Non-programmable	360,671.1	343,607.4	420,427.3	76,819.9	11.0
Non-earmarked transfers	338,231.6	326,516.3	358,253.1	31,736.8	0.9
Adefas and others	22,439.4	17,091.1	62,174.2	45,083.1	163.9
<b>Financial cost</b>	<b>143,054.9</b>	<b>182,675.0</b>	<b>181,724.0</b>	<b>-951.0</b>	<b>21.0</b>

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

p\_/ Preliminary Figures

Source: Ministry of Finance.

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

Concept	Balance as of December 2017	Indebtedness			Adjustments <sup>1_/</sup>	Balance as of May 2018 <sup>p_/</sup>
		Originations	Amort.	Net		
<b>1. Net Debt (3-2)</b>	<b>5,714,288.0</b>					<b>5,817,280.0</b>
2. Assets <sup>2_/</sup>	205,878.8					419,966.7
<b>3. Gross Debt</b>	<b>5,920,166.8</b>	<b>1,329,328.2</b>	<b>1,035,193.6</b>	<b>294,134.6</b>	<b>22,945.3</b>	<b>6,237,246.7</b>
Securities	5,326,031.2	1,209,258.7	896,359.6	312,899.1	17,213.0	5,656,143.3
Cetes	701,554.5	869,662.4	863,387.9	6,274.5	0.0	707,829.0
Bondes "D"	471,280.6	52,336.8	13,583.8	38,753.0	0.0	510,033.6
Fixed Rate Bonds	2,747,915.9	206,110.5	19,387.9	186,722.6	-517.2	2,934,121.3
Udibonos	1,397,678.9	81,149.0	0.0	81,149.0	17,634.7	1,496,462.6
<i>Udibonos udi's</i>	<i>235,643.4</i>	<i>13,522.8</i>	<i>0.0</i>	<i>13,522.8</i>	<i>0.0</i>	<i>249,166.2</i>
Segregated Udibonos	7,601.3	0.0	0.0	0.0	95.5	7,696.8
<i>Segregated Udibonos udi's</i>	<i>1,281.5</i>	<i>0.0</i>	<i>0.0</i>	<i>0.0</i>	<i>0.0</i>	<i>1,281.5</i>
Saving Fund S.A.R.	127,432.9	117,842.6	123,039.3	-5,196.7	3,642.5	125,878.7
Obligations by ISSSTE's Law <sup>3_/</sup>	145,137.4	46.9	9,362.2	-9,315.3	1,795.7	137,617.8
PEMEX Pension Bonds <sup>4_/</sup>	136,127.4	0.0	2,353.0	-2,353.0	0.0	133,774.4
CFE Pension Bonds <sup>5_/</sup>	161,080.2	0.0	0.0	0.0	0.0	161,080.2
Others	24,357.7	2,180.0	4,079.5	-1,899.5	294.1	22,752.3

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, MAY \*\_/**  
(Million dollars)

Concept	Balance as of December 2017	Indebtedness			Adjustments	Balance as of May 2018 <sup>p_/</sup>
		Originations	Amort.	Net		
<b>1. Net Debt (3-2)</b>	<b>90,625.2</b>					<b>94,979.7</b>
2. Assets <sup>1_/</sup>	447.0					812.7
<b>3. Gross Debt</b>	<b>91,072.2</b>	<b>6,639.7</b>	<b>1,525.1</b>	<b>5,114.6</b>	<b>-394.4</b>	<b>95,792.4</b>
Capital Markets	63,086.6	6,303.2	597.4	5,705.8	-355.2	68,437.2
International Financial Institutions (IFI's)	25,798.4	336.5	878.3	-541.8	-0.2	25,256.4
Foreign Trade	2,187.2	0.0	49.4	-49.4	-39.0	2,098.8

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, MAY \* / 1 /**  
(Million pesos)

Concept	Balance as of December 2017	Indebtedness			Adjustments	Balance as of May 2018 <sup>p_/</sup>
		Originations	Amort.	Net		
<b>1. Net Debt (3-2)</b>	<b>6,284,707.0</b>					<b>6,410,014.9</b>
2. Assets <sup>2_/</sup>	163,793.8					389,629.0
<b>3. Gross Debt</b>	<b>6,448,500.8</b>	<b>1,523,116.2</b>	<b>1,192,911.3</b>	<b>330,204.9</b>	<b>20,938.2</b>	<b>6,799,643.9</b>
<b>By Term</b>	<b>6,448,500.8</b>	<b>1,523,116.2</b>	<b>1,192,911.3</b>	<b>330,204.9</b>	<b>20,938.2</b>	<b>6,799,643.9</b>
Long-term	5,903,154.0	602,604.9	282,278.9	320,326.0	18,735.1	6,242,215.1
Short-term	545,346.8	920,511.3	910,632.4	9,878.9	2,203.1	557,428.8
<b>By User</b>	<b>6,448,500.8</b>	<b>1,523,116.2</b>	<b>1,192,911.3</b>	<b>330,204.9</b>	<b>20,938.2</b>	<b>6,799,643.9</b>
Federal Government	5,920,166.8	1,329,328.2	1,035,193.6	294,134.6	22,945.3	6,237,246.7
Long-term	5,389,547.9	543,596.4	245,333.2	298,263.2	22,945.3	5,710,756.4
Short-term	530,618.9	785,731.8	789,860.4	-4,128.6	0.0	526,490.3
State Productive Enterprises	381,555.2	51,658.9	36,944.4	14,714.5	-4,230.5	392,039.2
Long-term	381,555.2	27,000.0	32,311.5	-5,311.5	-4,230.5	372,013.2
Short-term	0.0	24,658.9	4,632.9	20,026.0	0.0	20,026.0
Development Banks	146,778.8	142,129.1	120,773.3	21,355.8	2,223.4	170,358.0
Long-term	132,050.9	32,008.5	4,634.2	27,374.3	20.3	159,445.5
Short-term	14,727.9	110,120.6	116,139.1	-6,018.5	2,203.1	10,912.5
<b>By Source of Financing</b>	<b>6,448,500.8</b>	<b>1,523,116.2</b>	<b>1,192,911.3</b>	<b>330,204.9</b>	<b>20,938.2</b>	<b>6,799,643.9</b>
Issuance of Securities	5,742,332.7	1,241,258.7	901,174.8	340,083.9	18,062.9	6,100,479.5
Saving Fund S.A.R.	127,432.9	117,842.6	123,039.3	-5,196.7	3,642.5	125,878.7
Commercial Banks	86,209.2	104,071.1	95,165.9	8,905.2	2,188.6	97,303.0
Obligations by ISSSTE's Law <sup>3_/</sup>	145,137.4	46.9	9,362.2	-9,315.3	1,795.7	137,617.8
PEMEX Pension Bonds <sup>4_/</sup>	136,127.4	0.0	2,353.0	-2,353.0	0.0	133,774.4
CFE Pension Bonds <sup>5_/</sup>	161,080.2	0.0	0.0	0.0	0.0	161,080.2
Others	50,181.0	59,896.9	61,816.1	-1,919.2	-4,751.5	43,510.3

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, MAY \* / 1 /**  
(Million dollars)

Concept	Balance as of December 2017	Indebtedness			Adjustments	Balance as of May 2018 <sup>p_</sup>
		Originations	Amort.	Net		
<b>1. Net Debt (3-2)</b>	<b>192,344.0</b>					<b>199,548.0</b>
2. Financial Asset in Foreign Currency <sup>2_</sup>	1,637.2					2,175.5
<b>3. Gross Debt</b>	<b>193,981.2</b>	<b>26,389.5</b>	<b>17,817.5</b>	<b>8,572.0</b>	<b>-829.7</b>	<b>201,723.5</b>
<b>By Term</b>	<b>193,981.2</b>	<b>26,389.5</b>	<b>17,817.5</b>	<b>8,572.0</b>	<b>-829.7</b>	<b>201,723.5</b>
Long-term	190,728.7	18,999.8	11,089.3	7,910.5	-841.9	197,797.3
Short-term	3,252.5	7,389.7	6,728.2	661.5	12.2	3,926.2
<b>By User</b>	<b>193,981.2</b>	<b>26,389.5</b>	<b>17,817.5</b>	<b>8,572.0</b>	<b>-829.7</b>	<b>201,723.5</b>
Federal Government	91,072.2	6,639.7	1,525.1	5,114.6	-394.4	95,792.4
Long-term	91,072.2	6,639.7	1,525.1	5,114.6	-394.4	95,792.4
Short-term	0.0	0.0	0.0	0.0	0.0	0.0
State Productive Enterprises	91,780.0	13,585.2	10,207.3	3,377.9	-474.3	94,683.6
Long-term	91,780.0	12,271.0	9,483.6	2,787.4	-474.3	94,093.1
Short-term	0.0	1,314.2	723.7	590.5	0.0	590.5
Development Bank	11,129.0	6,164.6	6,085.1	79.5	39.0	11,247.5
Long-term	7,876.5	89.1	80.6	8.5	26.8	7,911.8
Short-term	3,252.5	6,075.5	6,004.5	71.0	12.2	3,335.7
<b>By Source of Financing</b>	<b>193,981.2</b>	<b>26,389.5</b>	<b>17,817.5</b>	<b>8,572.0</b>	<b>-829.7</b>	<b>201,723.5</b>
Capital Markets	147,034.0	15,809.0	5,916.9	9,892.1	-785.5	156,140.6
International Financial Institutions (IFI's)	29,964.4	343.1	942.2	-599.1	6.7	29,372.0
Foreign Trade	6,772.9	263.6	260.7	2.9	-38.5	6,737.3
Banking Market	9,950.2	9,709.6	10,624.0	-914.4	-4.5	9,031.3
Pidiregas	259.7	264.2	73.7	190.5	-7.9	442.3

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-May		Growth % real	Annual			Advance % with respect to:		
	2017 <sup>p_</sup>	2018 <sup>p_</sup>		2017 <sup>p_</sup>	2018		2017	2018	
					Program <sup>1_</sup>	Estimated <sup>2_</sup>		Program <sup>1_</sup>	Estimated <sup>2_</sup>
1. Budgetary Revenues* <sub>1</sub>	1,957.4	2,093.0	1.8	4,626.0	4,778.3	4,854.4	42.3	43.8	43.1
2. Tax revenues	1,235.6	1,306.7	0.7	2,855.1	2,957.5	2,980.8	43.3	44.2	43.8
3. Tax Revenues without fuels excise tax (IEPS)	1,148.8	1,235.0	2.4	2,638.6	2,698.8	2,764.7	43.5	45.8	44.7
4. Total net expenditure without outlays on financial investments, pension payments, transfers and financial cost	1,148.7	1,343.6	11.4	2,915.3	2,973.3	3,031.1	39.4	45.2	44.3
5. Total net expenditure without outlays on financial investments pension payments and transfers	1,291.7	1,525.3	12.5	3,448.4	3,620.8	3,685.4	37.5	42.1	41.4
6. Total net expenditure without outlays on financial investments	1,914.3	2,203.6	9.6	4,926.9	5,226.5	5,302.6	38.9	42.2	41.6
7. Total net expenditure	1,929.3	2,222.4	9.7	5,182.6	5,245.0	5,321.1	37.2	42.4	41.8
8. Current Structural Expenditure	823.4	914.6	5.8	2,219.2	2,162.1	2,162.1	37.1	42.3	42.3
9. Primary Balance	504.5	132.0	-75.1	304.8	181.3	188.1	165.6	72.8	70.2
10. PSBR	313.2	-84.5	n.a.	-233.7	-584.8	-584.8	-134.0	14.5	14.5
11. HBPSBR	9,196.7	10,156.4	5.2	10,031.8	10,796.0	10,649.3	91.7	94.1	95.4
12. Public Debt	9,127.7	10,351.1	8.0	10,090.6	10,745.7	10,626.1	90.5	96.3	97.4

Note: Partial sums may not add up due to rounding

\*<sub>1</sub>/ 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.

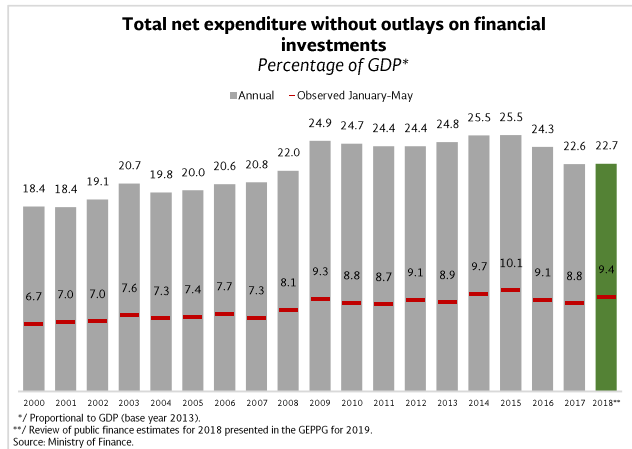
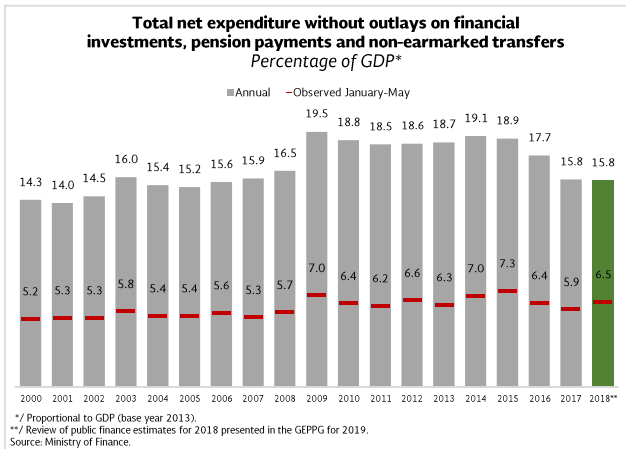
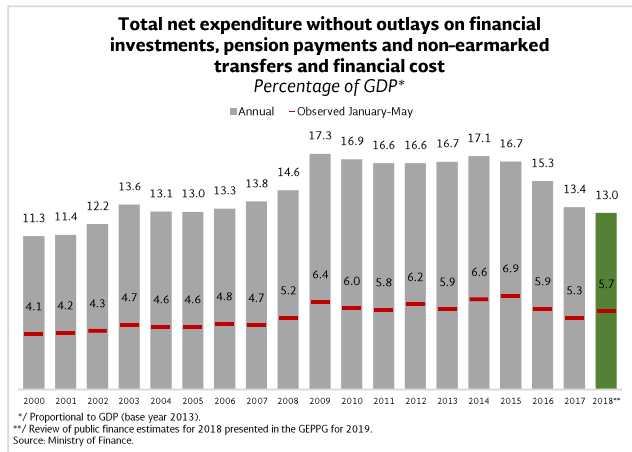
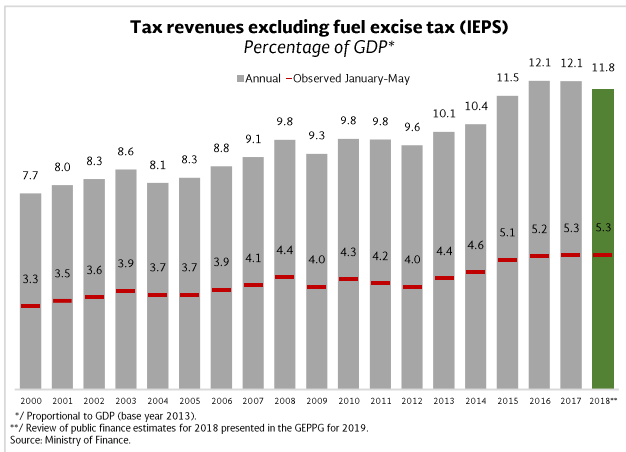
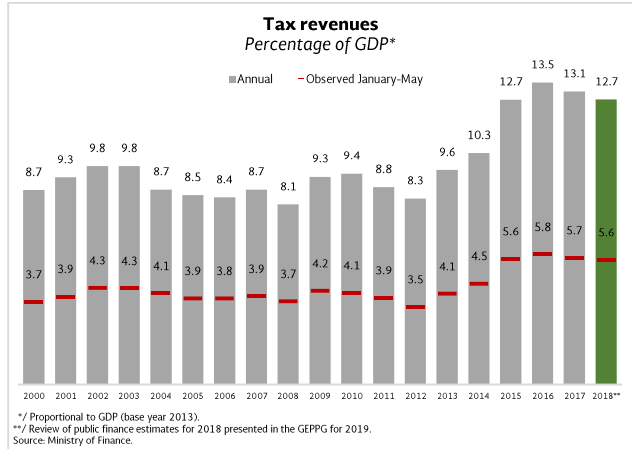
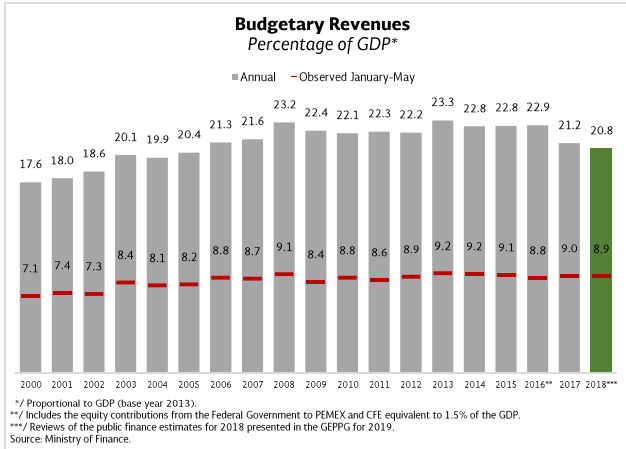
p\_<sub>1</sub>/ Preliminary Figures

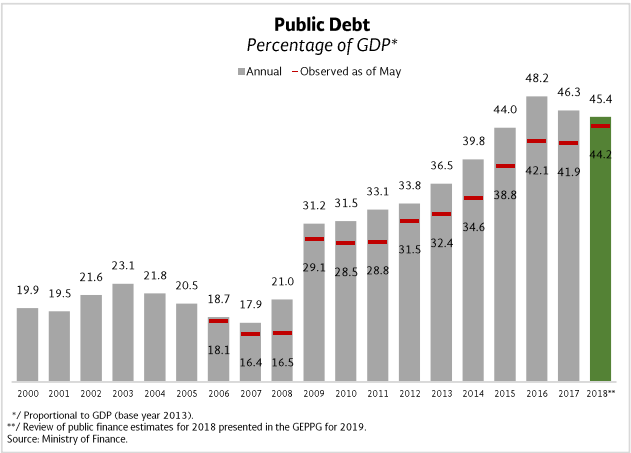
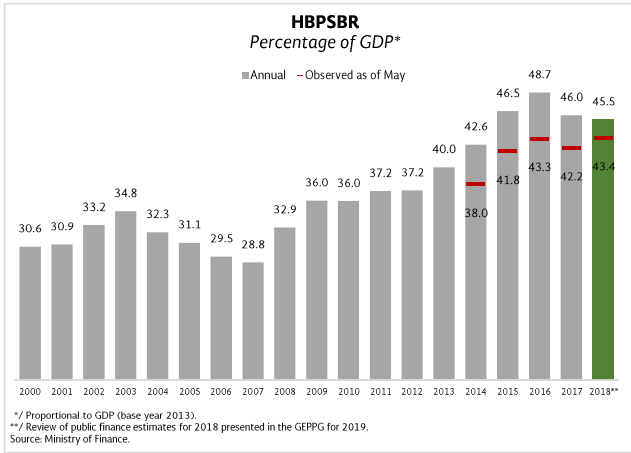
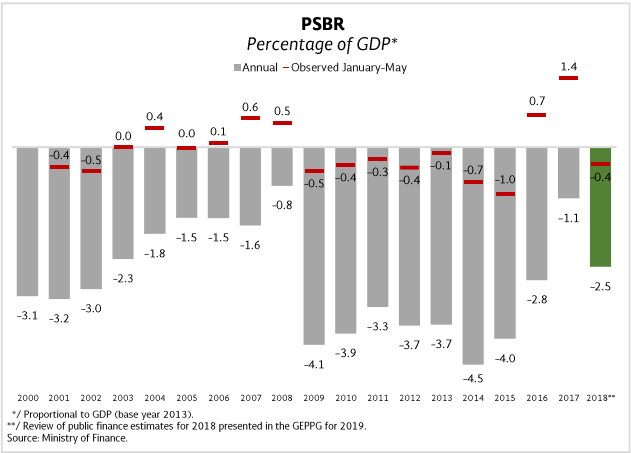
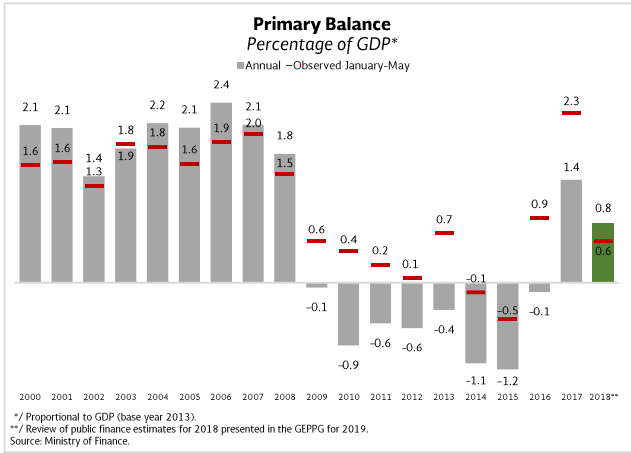
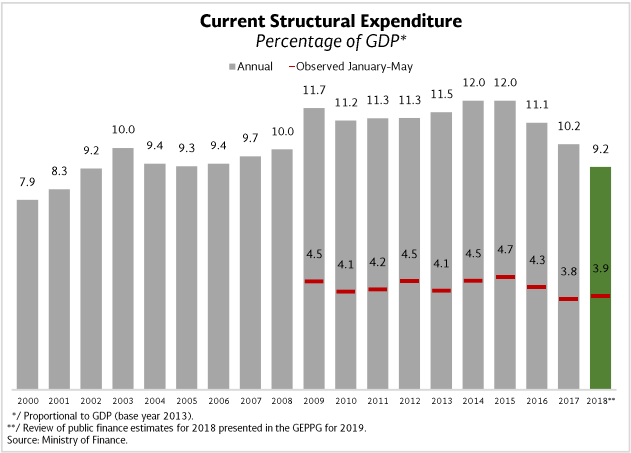
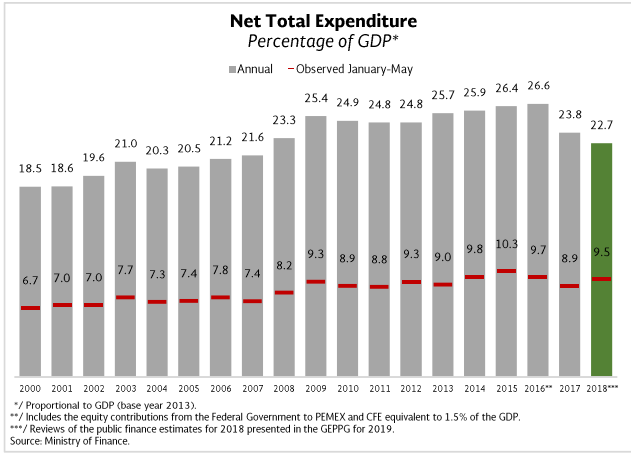
n.s.: Not Significant

1\_<sub>1</sub>/ Corresponds to the Federal Income Law and the Federal Budget for the fiscal year 2018 approved by the Congress.

2\_<sub>1</sub>/ 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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