

## The debate and approval of the 2022 Budget has finalized

- On Sunday, the Lower House approved the 2022 *Spending Budget*. With this, the approval process of [next year's Budget](#) has finalized
- This was done in accordance with the deadline set by the Fiscal Responsibility Law, on November 15<sup>th</sup>
- On October 27<sup>th</sup>, [Congress finalized the approval process](#) of the Revenue Law, tax code and Federal Rights Law. Regarding the former, the total amount of resources stood at \$7,088.3 billion, in line with the proposal made by the Ministry of Finance
- Out of the 1,994 reservations presented, all of them were rejected, with the proposal being unchanged relative to the budget outlined by the MoF
- Specifically, some of the reservations included to provide more resources to health and education, create unemployment insurance and implement measures against climate change, among many more issues. In turn, they proposed cutting some operational expenses as well as resources for some key infrastructure projects
- As a result, lower resources –relative to the previous year– were assigned to the National Election Institute (\$4,913 million less), the Supreme Court (\$65 million less), and the Federal Judiciary Council (\$2,935 million less), among others
- Meanwhile, total resources for infrastructure projects will near almost \$640 billion, with a large portion of this amount in key projects such as the Mayan Train, the Dos Bocas Refinery, and works related to the Santa Lucía Airport
- After this, the proposal is sent to the Executive branch for final approval and publication in the *Official Gazette* (Diario Oficial de la Federación)

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### Main fiscal variables – 2022

% of GDP	
Variable	% of GDP
Public balance <sup>1</sup>	-3.5
Budget revenues	22.5
Total revenues <sup>2</sup>	25.2
Total expenditures	25.2
Public debt <sup>3</sup>	51.0

Notes: 1. Measured with the Public Sector Borrowing Requirements (PSBR); 2. Takes into account revenue from additional debt; 3. Measured with the Historical Balance of the PSBR  
Source: Lower House, MoF

### Deadlines for the 2022 Budget

Date	Concept	
Sep-8	2021 Budget Proposal	✓
Oct-20	Lower House approval of the Revenue Law	✓
Oct-31	Senate approves the Revenue Law	✓
Nov-15	Lower House approval of the <i>Spending Budget</i>	✓

Source: MoF

Document for distribution among the general public

## Analyst Certification

We, Alejandro Padilla Santana, Juan Carlos Alderete Macal, Manuel Jiménez Zaldivar, Marissa Garza Ostos, Francisco José Flores Serrano, Katia Celina Goya Ostos, Santiago Leal Singer, José Itzamna Espitia Hernández, Víctor Hugo Cortes Castro, Hugo Armando Gómez Solís, Miguel Alejandro Calvo Domínguez, Luis Leopoldo López Salinas, Leslie Thalía Orozco Vélez and Gerardo Daniel Valle Trujillo, certify that the points of view expressed in this document are a faithful reflection of our personal opinion on the company (s) or firm (s) within this report, along with its affiliates and/or securities issued. Moreover, we also state that we have not received, nor receive, or will receive compensation other than that of Grupo Financiero Banorte S.A.B. of C.V for the provision of our services.

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