

## THE PESO PROLONGS ITS MOMENTUM OF DEPRECIATION

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- At the opening of the American session, the Mexican peso extends the upward trend prior to the opening and is positioned in 5th place among the currencies of emerging countries that present the greatest losses against the dollar. Today, the peso continues to trade at a loss following the increased market caution seen at the end of last week, when Mexico's president made comments about possible constitutional reforms before his administration ended in October. The above fueled the weekly depreciation of the currency (approximately -8.34%), implying its worst week of the year.
- The dollar, as measured by the DXY index, opens higher above the 105.0 mark, towards 4-week highs, as investors prepared for the FED interest rate decision and the CPI inflation report of this week. On Friday, the index rose 0.8% after strong data on the US labor market led traders to trim their expectations for interest rate cuts.
- For now, market expectations surrounding the FED meeting in September anticipate a 49.2% chance for the rate to remain unchanged and a 46.7% chance of seeing a 25bps cut. Compared to last week's probabilities, the large increase in a vision without rate adjustments stands out, which stood at 40.5%. The previous modification was justified after the surprising non-farm payrolls report last week, where 227 thousand new positions were added, exceeding market expectations of 185 thousand and ranking above the previous figure of 165 thousand.

### USD/MXN



### USD/MXN SPOT

During the overnight session, the price reached a maximum of \$18.50 and a minimum of \$18.22 units. For today we estimate a **fluctuation range between \$18.25 and \$18.73 pesos per dollar**, considering support levels at \$18.20 and resistance at \$18.80.

### EURO/USD SPOT

For today we estimate a **trading range between \$1.072 and \$1.077 dollars per euro**, considering support levels at \$1.079 and resistance levels at \$1.078 units.

### USD/MXN: Technical Indicators of the previous session

Bullish and Bearish Fluctuation Levels (Intra-Day)								
Range for Buyers		17.66	-1.8%	Range for Sellers		18.19	1.1%	
		17.78	-1.1%			18.31	1.8%	
Change (%)	Open	High	Low	Close	Daily Difference (5 days)			
Day	2.6	17.52	18.01	17.45	17.99	High (cents) -20.82		
Week	5.7	-1.90%	0.81%	-0.22%	2.65%	Low (cents) 106.71		
Acum. M	3.5	1 week		4 Weeks		52 Weeks		
12 months	3.6	High	18.19	1.2%	18.19	1.2%	18.49	2.8%
Year 2024	6.1	Low	16.92	-5.9%	16.53	-8.1%	16.26	-9.6%

**Economic Calendar**

Hour	Currency	Event	Actual	Foresight	Prior
02:30	EUR	Eurozone Investor Confidence (Jun)	0.3	-1.7	-3.6
		3-month debt auction (T-Bill)			5.3%
		6-month debt auction (T-Bill)			5.2%
		3-Year Debt Auction (T-Note)			4.6%

**Emerging Currencies Performance**

		Closing		Change %			Cumulative %			
		Prior	Everyday	Weekly	Monthly	2021	2022	2023	2024	
<b>Emerging Currencies</b>										
Mexico	MXN	18.40	2.3%	8.1%	8.8%	3.1%	-5.0%	-13.0%	8.4%	
Argentina	ARS	899.19	0.1%	0.4%	2.1%	22.1%	72.4%	356.4%	11.2%	
Brazil	BRL	5.34	1.7%	1.9%	5.4%	7.3%	-5.1%	-8.2%	10.1%	
Chile	CLP	918.33	1.1%	0.0%	-2.0%	19.9%	-0.1%	3.6%	4.2%	
China	CNY	7.25	0.0%	0.1%	0.4%	-2.6%	8.5%	2.9%	2.1%	
Colombia	COP	3,932.63	-0.1%	1.7%	1.2%	18.6%	19.3%	-20.1%	1.5%	
Hong Kong	HKD	7.81	0.0%	-0.1%	-0.1%	0.6%	0.1%	0.1%	0.0%	
India	INR	83.38	-0.1%	-0.1%	-0.2%	1.7%	11.3%	0.6%	0.2%	
Peru	PEN	3.76	0.0%	0.8%	0.9%	10.5%	-4.8%	-2.7%	1.4%	
Russia	RUB	89.05	0.0%	-1.5%	-2.7%	1.5%	-1.3%	20.6%	-0.5%	
South Africa	ZAR	18.90	-0.4%	0.6%	2.1%	8.5%	6.9%	7.8%	2.9%	

**Performance of Developed Currencies**

		Closing		Change %			Cumulative %			
		Prior	Everyday	Weekly	Monthly	2021	2022	2023	2024	
<b>Developed Currencies</b>										
Dollar Index	DXY	104.94	0.8%	0.3%	-0.5%	6.4%	8.2%	-2.1%	3.6%	
Australia	AUD	0.66	-1.3%	-1.1%	-0.2%	-5.6%	-6.2%	0.0%	-3.4%	
Canada	CAD	1.38	0.7%	1.0%	0.3%	-0.7%	7.3%	-2.3%	3.9%	
Denmark	DKK	6.91	0.8%	0.4%	-0.4%	7.4%	6.2%	-2.8%	2.3%	
Euro	EUR	1.08	-0.8%	-0.4%	0.4%	-6.9%	-5.8%	3.1%	-2.2%	
Japan	JPY	156.75	0.7%	-0.4%	1.3%	11.5%	13.9%	7.6%	11.1%	
Norway	NOK	10.71	1.5%	2.1%	-1.8%	2.8%	11.2%	3.8%	5.3%	
New Zealand	NZD	0.61	-1.5%	-0.6%	1.7%	-5.0%	-7.0%	-0.5%	-3.4%	
United Kingdom	GBP	1.27	-0.6%	-0.2%	1.7%	-1.0%	-10.7%	5.4%	-0.1%	
Sweden	SEK	10.55	1.5%	0.2%	-2.9%	10.1%	15.2%	-3.4%	4.7%	
Switzerland	CHF	0.90	0.8%	-0.6%	-1.3%	3.1%	1.3%	-9.0%	6.6%	

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