

Monex Economic Forecasts

December 16th, 2025

- This report presents our main macroeconomic forecasts: GDP, exchange rate, inflation and interest rate.
- By the end of 2025, we estimate GDP growth of 0.41% YoY, inflation of 3.88% YoY, an exchange rate (USD/MXN) of \$18.15, and an interest rate of 7.00%. For 2026, we project that these variables will be at 1.29%, 3.90%, \$19.00 and 6.50%, respectively.
- Investors' attention in the coming months will remain on trade (U.S. agreements and negotiations prior to the revision of the USMCA), as well as on a more cautious monetary policy by both the FED and Banxico.

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Monex Economic Forecasts

This report brings together our main macroeconomic forecasts for 2025 and 2026 in relation to GDP, exchange rate, inflation and interest rate, both in closing figures and in averages for the period. In addition, we offer our vision on the economic environment, the most relevant news and the key factors to monitor in the coming months.

Mexican economy: challenging outlook towards 2026

The GDP results [for Q3-25](#) and the [IGAE](#) figures for September confirmed a loss of dynamism in economic activity, with setbacks in manufacturing and a moderation in consumption. In this context, Q4-25 is shaping up to be a period of greater fragility, considering the uncertainty about the revision of the USMCA and the weakness of domestic demand. Looking ahead to 2026, limited growth is anticipated, conditioned by industrial performance and the lack of clarity in international trade. In this context, for 2025 we estimate an annual GDP expansion of 0.41% and for 2026 of 1.29%.

Peso extends gains towards year-end

In November, the peso advanced 1.4% against the dollar, bringing the USD/MXN to close the month at \$18.29 *spot*. The above, in response to the following factors: 1) the conclusion of the government shutdown in the U.S.; 2) investors' expectations about the direction of [Banxico](#)'s monetary policy, after [cutting](#) its benchmark interest rate by 25 bps; and, 3) greater [optimism](#) in the markets ahead of the Fed's monetary policy meeting in December. By the end of 2025, we estimate an exchange rate of \$18.15 pesos per dollar, while by the end of 2026 we expect it to trade at around \$19.00, under the expectation of fewer cuts to the benchmark interest rate by Banxico, a recovery of the economy and an environment of lower trade tensions with the U.S. within the framework of the revision of the USMCA.

Persistent inflationary pressures

Annual [headline inflation](#) (YoY) accelerated in November to 3.80% from 3.57% previously, its highest level in five months. Although it remained within Banxico's variability interval (plus/minus one percentage point around the 3.0% target), this was entirely explained by the non-core component (1.73% YoY), due to lower supply shocks in the agricultural sector. In contrast, core inflation (4.43% YoY), which offers a more stable view of inflationary trends and its medium-term trajectory, reached its highest level since March 2024. By the end of 2025, we estimate headline inflation of 3.88% YoY and a benchmark interest rate of 7.00%. By 2026, we place them at 3.90% YoY and 6.50%, respectively.

Key aspects to follow:

In the first months of 2026, investors' attention at the global level will be determined by the fulfillment of U.S. trade agreements with its main partners, in order to avoid new tensions in international trade, as well as by a monetary policy of the Fed with a complex trajectory, in the face of persistent inflationary pressures and a deteriorating labor market. In the geopolitical sphere, the progress of peace negotiations between Russia and Ukraine, a possible more decisive stance by China on Taiwan and compliance with the agreement between Israel and Hamas will be key. At the local level, the focus will be on the negotiations prior to the revision of the USMCA, the impact of tariffs on China, a more cautious stance by Banxico compared to 2025, and greater fiscal discipline to avoid cuts in the country's sovereign rating.

Mexico Economic Forecasts - Monex 2025 and 2026 (expected figures at the end of the year)

Annual Expectations	GDP	Inflation	Reference rate	USD/MXN
2025 / 2026	0.41% / 1.29%	3.88% / 3.90%	7.00% / 6.50%	\$18.15 / \$19.00

Gross Domestic Product					Gross Domestic Product				Gross Domestic Product			
	Quarterly Change				Annual Variation				Cumulative Annual Change			
	2023	2024	2025	2026	2023	2024	2025	2026	2023	2024	2025	2026
1T	0.79%	0.05%	0.27%	0.44%	3.88%	1.52%	0.85%	0.50%	3.88%	1.52%	0.85%	0.50%
Q2	0.76%	0.12%	0.64%	0.66%	3.48%	2.23%	0.05%	1.10%	3.68%	1.88%	0.45%	0.80%
Q3	0.56%	0.88%	-0.30%	0.42%	3.61%	1.62%	-0.20%	1.70%	3.66%	1.79%	0.23%	1.10%
Q4	0.41%	-0.61%	0.20%	0.43%	2.49%	0.36%	1.15%	1.85%	3.36%	1.43%	0.46%	1.29%
Average	0.63%	0.11%	0.20%	0.49%	3.36%	1.43%	0.46%	1.29%	3.65%	1.66%	0.50%	0.92%

USDMXN					EURUSD				EURMXN			
	Monthly average				Monthly average				Monthly average			
	2023	2024	2025	2026	2023	2024	2025	2026	2023	2024	2025	2026
Jan	18.97	17.08	20.55	18.87	1.08	1.09	1.04	1.16	20.44	18.41	21.28	21.96
Feb	18.57	17.09	20.46	19.01	1.07	1.08	1.04	1.16	19.88	18.29	21.31	21.97
Sea	18.38	16.78	20.25	19.07	1.07	1.09	1.08	1.15	19.68	17.98	21.90	21.85
Apr	18.07	16.80	20.04	19.09	1.10	1.07	1.12	1.13	19.82	18.42	22.50	21.66
May	17.72	16.80	19.43	19.10	1.09	1.08	1.13	1.13	19.25	18.25	21.91	21.60
Jun	17.23	18.25	19.02	19.34	1.08	1.08	1.15	1.14	18.69	19.79	21.93	22.09
Jul	16.91	18.12	18.69	19.28	1.11	1.08	1.17	1.14	18.70	20.03	21.82	22.01
Aug	16.99	19.18	18.71	19.15	1.09	1.10	1.16	1.13	18.53	20.92	21.79	21.69
Sep	17.32	19.63	18.50	19.18	1.07	1.11	1.17	1.14	18.48	20.94	21.71	21.91
Oct	18.08	19.71	18.44	19.29	1.06	1.09	1.16	1.14	19.10	20.82	21.45	22.04
Nov	17.38	20.34	18.65	19.35	1.08	1.06	1.15	1.14	18.81	22.01	21.36	22.05
Dec	17.18	20.28	18.80	19.40	1.09	1.05	1.15	1.15	18.76	22.14	21.61	22.40
Average	17.73	18.34	19.29	19.18	1.08	1.08	1.13	1.14	19.18	19.83	21.71	21.94

USDMXN					EURUSD				EURMXN			
	End of period				End of period				End of period			
	2023	2024	2025	2026	2023	2024	2025	2026	2023	2024	2025	2026
Jan	18.84	17.13	20.69	19.36	1.09	1.08	1.04	1.16	20.46	18.54	21.44	22.46
Feb	18.33	17.05	20.58	19.30	1.06	1.08	1.04	1.15	19.38	18.43	21.35	22.22
Sea	18.02	16.56	20.46	19.12	1.08	1.08	1.08	1.15	19.53	17.87	22.13	21.91
Apr	17.99	17.13	19.61	19.15	1.10	1.07	1.13	1.14	19.82	18.27	22.22	21.82
May	17.69	16.97	19.40	19.39	1.07	1.08	1.13	1.14	18.91	18.41	22.01	22.07
Jun	17.12	18.29	18.77	19.45	1.09	1.07	1.18	1.14	18.67	19.59	22.12	22.12
Jul	16.74	18.63	18.87	19.28	1.10	1.08	1.14	1.14	18.41	20.17	21.54	21.97
Aug	17.06	19.70	18.66	19.07	1.08	1.10	1.17	1.14	18.49	21.77	21.81	21.65
Sep	17.43	19.69	18.31	19.04	1.06	1.11	1.17	1.13	18.43	21.93	21.49	21.57
Oct	18.03	20.01	18.58	19.23	1.06	1.09	1.15	1.14	19.06	21.78	21.44	21.94
Nov	17.39	20.36	18.80	19.39	1.09	1.06	1.15	1.15	18.93	21.54	21.66	22.23
Dec	17.07	20.88	18.90	19.50	1.10	1.04	1.16	1.16	18.84	21.62	21.84	22.64
Average	17.64	18.53	19.30	19.27	1.08	1.08	1.13	1.14	19.08	20.00	21.79	22.05

Inflation					Inflation				Inflation			
	Monthly				Annual				Accumulated			
	2023	2024	2025	2026	2023	2024	2025	2026	2023	2024	2025	2026
Jan	0.68%	0.89%	0.29%	0.48%	7.91%	4.88%	3.59%	3.96%	0.68%	0.89%	0.29%	0.48%
Feb	0.56%	0.09%	0.28%	0.34%	7.62%	4.40%	3.77%	4.02%	1.24%	0.99%	0.56%	0.82%
Sea	0.27%	0.29%	0.31%	0.35%	6.85%	4.42%	3.80%	4.06%	1.51%	1.28%	0.88%	1.17%
Apr	-0.02%	0.20%	0.33%	0.07%	6.25%	4.65%	3.93%	3.79%	1.49%	1.48%	1.21%	1.25%
May	-0.22%	-0.19%	0.28%	-0.06%	5.84%	4.69%	4.42%	3.44%	1.27%	1.29%	1.50%	1.18%
Jun	0.10%	0.38%	0.28%	0.26%	5.84%	4.98%	4.32%	3.42%	1.37%	1.68%	1.78%	1.45%
Jul	0.46%	1.05%	0.27%	0.37%	5.06%	5.57%	3.51%	3.52%	1.86%	2.74%	2.05%	1.82%
Aug	0.55%	0.01%	0.06%	0.26%	4.64%	4.99%	3.57%	3.73%	2.42%	2.75%	2.12%	2.09%
Sep	0.44%	0.05%	0.23%	0.32%	4.45%	4.58%	3.76%	3.82%	2.88%	2.80%	2.35%	2.41%
Oct	0.38%	0.55%	0.36%	0.43%	4.26%	4.76%	3.57%	3.89%	3.27%	3.37%	2.72%	2.85%
Nov	0.64%	0.44%	0.52%	0.52%	4.32%	4.55%	3.65%	3.89%	3.93%	3.82%	3.26%	3.39%
Dec	0.71%	0.38%	0.48%	0.44%	4.66%	4.21%	3.75%	3.85%	4.66%	4.21%	3.75%	3.85%
Average	0.38%	0.35%	0.31%	0.32%	5.64%	4.72%	3.80%	3.78%	2.21%	2.28%	1.87%	1.90%

* Predictions are shown in blue.

	Cetes 28 days				Reference rate				Real ex-ante rate of each term			
	Monthly average				End of period				End of period			
	2023	2024	2025	2026	2023	2024	2025	2026	2023	2024	2025	2026
Jan	10.65%	11.29%	9.86%	6.97%	10.50%	11.25%	10.00%	7.00%	5.63%	7.28%	6.17%	3.17%
Feb	10.99%	11.05%	9.45%	6.99%	11.00%	11.25%	9.50%	7.00%	6.18%	7.47%	5.59%	3.19%
Sea	11.23%	11.02%	9.10%	6.97%	11.25%	11.00%	9.00%	7.00%	6.49%	7.18%	5.10%	3.20%
Apr	11.29%	10.97%	8.81%	6.92%	11.25%	11.00%	9.00%	7.00%	6.51%	7.10%	5.12%	3.20%
May	11.32%	10.99%	8.31%	6.83%	11.25%	11.00%	8.50%	7.00%	6.58%	7.19%	4.79%	3.20%
Jun	11.15%	10.97%	8.09%	6.90%	11.25%	11.00%	8.00%	7.00%	6.69%	7.20%	4.39%	3.21%
Jul	11.22%	10.92%	7.67%	6.85%	11.25%	11.00%	8.00%	7.00%	6.84%	7.12%	4.37%	3.23%
Aug	11.16%	10.76%	7.39%	6.81%	11.25%	10.75%	7.75%	7.00%	6.93%	6.99%	4.11%	3.24%
Sep	11.08%	10.44%	7.29%	6.61%	11.25%	10.50%	7.50%	6.75%	7.06%	6.78%	3.75%	3.00%
Oct	11.08%	10.24%	7.25%	6.56%	11.25%	10.50%	7.50%	6.75%	7.18%	6.66%	3.71%	3.02%
Nov	11.08%	10.05%	7.11%	6.36%	11.25%	10.25%	7.25%	6.50%	7.13%	6.35%	3.36%	2.79%
Dec	10.89%	9.85%	6.86%	6.47%	11.25%	10.00%	7.00%	6.50%	7.22%	6.16%	3.15%	2.80%
Average	11.10%	10.79%	8.21%	6.80%	11.17%	10.86%	8.36%	6.91%	6.70%	6.96%	4.47%	3.10%

	TIIE 28				TIIE 91				TIIE 182			
	Monthly average				Monthly average				Monthly average			
	2023	2024	2025	2026	2023	2024	2025	2026	2023	2024	2025	2026
Jan	10.78%	11.50%	10.28%	7.26%	10.94%	11.66%	10.38%	7.38%	11.10%	11.83%	10.51%	7.52%
Feb	11.10%	11.50%	9.88%	7.40%	11.27%	11.65%	9.96%	7.55%	11.41%	11.81%	10.08%	7.68%
Sea	11.34%	11.44%	9.74%	7.40%	11.51%	11.61%	9.82%	7.55%	11.79%	11.77%	9.93%	7.68%
Apr	11.53%	11.25%	9.28%	7.25%	11.64%	11.41%	9.35%	7.41%	11.90%	11.57%	9.45%	7.57%
May	11.54%	11.24%	9.05%	7.24%	11.59%	11.40%	9.12%	7.40%	11.84%	11.56%	9.22%	7.56%
Jun	11.50%	11.24%	8.74%	7.24%	11.51%	11.39%	8.80%	7.39%	11.65%	11.55%	8.89%	7.55%
Jul	11.50%	11.25%	8.26%	7.25%	11.50%	11.40%	8.31%	7.40%	11.52%	11.56%	8.39%	7.56%
Aug	11.50%	11.08%	8.09%	7.30%	11.50%	11.23%	8.14%	7.31%	11.46%	11.38%	8.22%	7.36%
Sep	11.50%	10.95%	8.02%	7.15%	11.51%	11.14%	8.07%	7.30%	11.49%	11.29%	8.15%	7.43%
Oct	11.50%	10.74%	7.81%	7.05%	11.51%	10.89%	7.86%	7.06%	11.53%	11.03%	7.94%	7.13%
Nov	11.51%	10.61%	7.65%	6.90%	11.51%	10.80%	7.80%	7.05%	11.51%	10.94%	7.93%	7.18%
Dec	11.50%	10.38%	7.40%	6.80%	11.50%	10.64%	7.55%	6.81%	11.45%	10.78%	7.68%	6.91%
Average	11.39%	11.16%	8.80%	7.22%	11.46%	11.27%	8.76%	7.30%	11.55%	11.42%	8.87%	7.43%

USD SOFR (vs. Fixed Rate)											
	Coupon	Forwards									
		3M	6M	1A	2A	3A	4A	5A	10A	15A	30A
1A	3.58	3.38	3.25	3.14	3.25	3.40	3.55	3.73	4.42	4.45	3.12
2A	3.36	3.28	3.23	3.20	3.33	3.47	3.64	3.80	4.42	4.45	3.12
3A	3.33	3.28	3.26	3.26	3.40	3.56	3.72	3.87	4.46	4.45	3.12
4A	3.35	3.32	3.31	3.33	3.48	3.63	3.79	3.93	4.48	4.77	3.12
5A	3.38	3.37	3.37	3.41	3.55	3.70	3.85	3.99	4.50	4.45	3.12
8A	3.55	3.55	3.57	3.61	3.75	3.90	4.03	4.15	4.48	4.31	3.12
9A	3.61	3.61	3.63	3.67	3.81	3.94	4.07	4.19	4.48	4.29	3.12
10A	3.66	3.67	3.68	3.74	3.86	3.99	4.11	4.22	4.47	4.27	3.12
15A	3.89	3.89	3.90	3.94	4.04	4.13	4.21	4.28	4.36	4.10	2.94
20A	3.98	3.99	3.99	4.02	4.08	4.14	4.19	4.24	4.23	3.92	2.85
30A	3.96	3.96	3.96	3.97	4.00	4.03	4.05	4.06	3.99	3.67	2.76

* Predictions are shown in blue.

Main economic notes (November 15 to December 15, 2025)

Global Economic

[Monex International Trade Report](#)

[PMI: Private Sector Activity with Mixed Performance](#)

[EUR: Inflation remains pressured in November](#)

[BRA: Brazil's central bank remains cautious at the end of 2025](#)

Economic USA

[US: Trade balance shows lower deficit in August](#)

[US: Minutes reveal division within the FED](#)

[US: Nonfarm Payrolls regain momentum](#)

[US: Producer Inflation \(PPI\) Stable in September](#)

[USA: Retail sales with low dynamism](#)

[US: Deteriorating Consumer Confidence](#)

[US: Beige Book reports higher inflation and lower employment](#)

[USA: Industrial Production with Limited Progress](#)

[US: PCE inflation picks up in September](#)

[US: The FED concludes 2025 with a cut](#)

Economic Mexico

[MEX: IOAE anticipates lower growth](#)

[MEXICO: Banxico's minutes reflect greater caution](#)

[MEX: GDP in Q3-25, weakness in the secondary sector](#)

[MEX: September IGAE with widespread falls](#)

[MEX: Inflation with pressures in Q1-NOV](#)

[MEX: Retail Sales in Stagnation](#)

[MEX: Balance of Payments as of Q3-25](#)

[MEX: Banxico Quarterly Report 3Q-25](#)

[MEX: Trade balance, boosting exports](#)

[MEX: Unemployment rate down](#)

[MEX: Remittances remain weak at the start of Q4-25](#)

[MEX: November Banxico Expectations Survey](#)

[MEX: Business Economic Sentiment](#)

[MEX: Investment and consumption without progress](#)

[MEX: Consumer pessimism on the rise](#)

[MEX: Headline inflation under pressure in November](#)

Highlights

[Sector Analysis: Automotive Industry](#)

[Sector Analysis: Manufacturing Industries](#)

[International Trade: Monex Weekly Report](#)

[FDI: Cumulative figures as of Q3-25](#)

[International Trade: Monex Weekly Report](#)

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Directory

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