

GEOPOLITICAL TENSIONS AND MARKET NERVOUSNESS

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- At the opening of the American session, the Mexican peso fell significantly, ranking second among emerging market currencies with the greatest losses against the dollar. Today, the exchange rate rebounded above the \$20.00 mark, affected by the strengthening of the dollar and a risk-averse environment in the markets.
- The dollar, measured by the DXY index, strengthened and reached a record high of 103.67, driven by increased demand amid a surge in global anxiety. On the geopolitical front, the escalating conflict in the Middle East is rekindling tensions following a breach of the truce between Israel and Hamas. Meanwhile, traders are also awaiting a call between Putin and Trump, with the aim of negotiating an agreement that would facilitate a ceasefire in Ukraine.
- In the U.S., February industrial production increased to 0.7% from the previous figure of 0.3%, above expectations of 0.2%. The report highlighted growth in manufacturing and mining production, while the services sector showed a decline. With this, industrial production registered its third consecutive period of growth.
- In Canada, inflation reached an eight-month high in February, reaching 2.6% annually from 1.9% previously, beating expectations of 2.2%. The main drivers of prices came from the restaurant, clothing, and footwear sectors, due to the end of a subsidy program and taxes on select goods, implying a significant rebound in these items.

USD/MXN



USD/MXN SPOT

During the overnight session, the price reached a minimum of \$19.92 and a maximum of \$20.06 units. For today we estimate a **fluctuation range between \$20.00 and \$20.12 pesos per dollar**, considering support levels at \$19.95 and resistance at \$20.17.

EURO/USD SPOT

For today we estimate a **trading range between \$1.088 and \$1.095 dollars per euro**, considering support levels at \$1.086 and resistance levels at \$1.096 units.

USD/MXN: Technical Indicators of the previous session

Bullish and Bearish Fluctuation Levels (Intra-Day)								
Range for Buyers		19.81	-0.6%	Range for Sellers		20.01	0.4%	
		19.86	-0.4%			20.05	0.6%	
Change (%)		Open	High	Low	Close	Daily Difference (5 days)		
Day	-0.8	20.09	20.12	19.85	19.93	High (cents)	-47.24	
Week	-1.6	-0.46%	-0.39%	-1.06%	-0.77%	Low (cents)	8.45	
Acum. M	-2.9	1 week		4 Weeks		52 Weeks		
12 months	19.3	High	20.40	2.4%	21.00	5.4%	21.29	6.8%
Year 2025	-4.3	Low	19.85	-0.4%	19.85	-0.4%	16.26	-18.4%

Economic Calendar

Hour	Currency	Event	Current	Forecast	Prior
04:00	EUR	Germany Zew Survey (Mar)	51.6	48.3	26
04:00	EUR	Eurozone Zew Survey (Mar)	39.8	--	24.2
04:00	EUR	Eurozone Trade Balance (Jan)	14.0b	13.8b	14.6b
06:30	USD	Home Starts (Feb)	1501k	1385k	1366k
06:30	CAD	Consumer Inflation (Annual) (Feb)	2.6%	2.2%	1.9%
06:30	USD	Building Permits (Feb P)	1456k	1453k	1473k
06:30	USD	Import Prices (Feb)	2.0%	1.6%	1.9%
06:30	USD	Export Prices (Feb)	2.1%	--	2.7%
07:15	USD	Industrial Production (MoM) (Feb)	0.7%	0.2%	0.5%
07:15	USD	Installed Capacity Utilization Rate (Feb)	78.2%	77.8%	77.8%
07:15	USD	Manufacturing Production (MoM) (Feb)	0.9%	0.3%	-0.1%
11:30	MXN	Government Securities Auction: Cetes 1, 3, 6 and 12 months			
11:30	MXN	Government Securities Auction: M 3-Year Bond (Mar'28)			
11:30	MXN	Government Securities Auction: Udiabono 20 years (Nov'43)			
11:30	MXN	Government Securities Auction: 2 and 5 Year F Bonds			
17:50	JPY	Trade Balance (Feb)	--	¥688.3b	-¥2758.8b
17:50	JPY	Exports (annual) (Feb)	--	12.6%	7.2%
17:50	JPY	Imports (annual) (Feb)	--	0.8%	16.7%
22:30	JPY	Industrial Production (MoM) (Jan F)	--	--	-1.1%
22:30	JPY	Industrial production (annual) (Jan F)	--	--	2.6%
		Bank of Japan (BoJ) monetary policy decision		0.5%	0.5%

Emerging Currencies Performance

		Closing	Change %			Cumulative %			
		Prior	Everyday	Weekly	Monthly	2022	2023	2024	2025
Emerging Currencies									
Mexico	MXN	19.93	0.8%	1.6%	3.1%	5.3%	14.9%	-18.5%	4.5%
Argentina	ARS	1,066.12	0.0%	-0.1%	-1.0%	-42.0%	-78.1%	-21.6%	-3.3%
Brazil	BRL	5.74	1.0%	0.8%	0.4%	5.4%	8.9%	-21.4%	7.5%
Chile	CLP	928.76	0.8%	0.1%	3.5%	0.1%	-3.5%	-11.6%	7.3%
China	CNY	7.24	0.1%	0.1%	1.0%	-7.9%	-2.8%	-2.7%	0.9%
Colombia	COP	4,101.05	0.6%	0.7%	0.9%	-16.2%	25.2%	-12.0%	7.4%
Hong Kong	HKD	7.77	0.0%	0.0%	0.2%	-0.1%	-0.1%	0.6%	-0.1%
India	INR	87.01	0.0%	-0.1%	-0.2%	-10.1%	-0.6%	-2.8%	-1.6%
Peru	PEN	3.66	0.3%	0.0%	1.5%	5.1%	2.7%	-1.4%	2.7%
Russia	RUB	85.50	0.8%	5.3%	12.9%	1.3%	-17.1%	-21.2%	32.8%
South Africa	ZAR	18.20	0.7%	0.3%	1.5%	-6.5%	-7.2%	-2.6%	3.6%

Performance of Developed Currencies

		Closing	Change %			Cumulative %			
		Prior	Everyday	Weekly	Monthly	2021	2022	2023	2024
Developed Currencies									
Dollar Index	DXI	103.74	-0.1%	-0.1%	-3.9%	8.2%	-2.1%	7.1%	-4.4%
Australia	AUD	0.63	0.6%	0.3%	0.5%	-6.2%	0.0%	-9.2%	2.2%
Canada	CAD	1.44	0.5%	0.0%	-0.5%	-6.8%	2.3%	-7.9%	0.1%
Denmark	DKK	6.86	0.2%	0.4%	4.9%	-5.9%	2.9%	-6.2%	5.0%
Euro	EUR	1.09	0.2%	0.4%	5.0%	-5.8%	3.1%	-6.2%	5.1%
Japan	JPY	148.64	-0.6%	-0.4%	2.6%	-12.2%	-7.0%	-10.3%	5.8%
Norway	NOK	10.65	0.2%	1.9%	5.1%	-10.1%	-3.6%	-10.7%	6.9%
New Zealand	NZD	0.57	0.9%	0.7%	1.7%	-7.0%	-0.5%	-11.5%	2.8%
United Kingdom	GBP	1.29	-0.1%	0.1%	3.9%	-10.7%	5.4%	-1.7%	3.3%
Sweden	SEK	10.14	0.6%	-0.4%	7.1%	-13.2%	3.5%	-9.0%	9.2%
Switzerland	CHF	0.89	-0.3%	-0.6%	3.2%	-1.3%	9.9%	-7.3%	2.5%

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