

BBVA Research Flash

Mexico

After 2 consecutive months exceeding 2 billion dollars a month, Remittances in October to Mexico could be located at a level close to or less than 1,900 million

- On December 1st. Mexico's Central Bank will release figures on remittances received in Mexico in October. We anticipate that we will not see the levels of remittance recorded during the last months of August and September, which were \$2,135 and \$2,085 million dollars a month respectively.
- The reasons are that in August and September there were special events that increased remittances above structural levels related to economic activity, employment and earnings of Mexican immigrants in the U.S.; August was the beginning of classes in Mexico and in September depreciation of the peso against dollar of almost 11% compared to its value at the beginning of the month explains the circumstance.
- In this way we hope that in October remittances are located at a level close to or less than the 1.900 billion. Despite this decrease from the previous months, October annual growth is expected to be positive and probably exceeds the average recorded in the first seven months of this year.
- By November, we expect that remittances could be placed at levels below those in October, if there are no significant changes in employment levels and incomes of Mexican migrants in the United States.

Juan Luis Ordaz Díaz
juan.ordaz@bbva.com

Juan José Li Ng
juan.li@bbva.com

Av. Universidad 1200, Col. Xoco, México 03339 D.F. | researchmexico@bbva.bancomer.com | www.bbvaresearch.com | Síguenos en Twitter