

Mexican Stock Exchange falls before announcement of return to confinement in CDMX and Edomex



It loses more than 1% due to the measures announced against the coronavirus.

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The peso and the Mexican Stock Exchange fell due to a global advance in the dollar and the uncertainty generated around a fiscal stimulus in the US faced this Friday to the authorization deadline.

Analysts say that in the same way the announcement of a new

quarantine in the capital of Mexico affected a sharp increase in infections and saturation in hospitals due to Covid-19.

The Mexican peso closed at its worst level since Monday and the BMV lost more than 1 percent after Mexico City and the State of Mexico returned to the red light.

After the announcement, the **Price and Quotation Index (S & P / BMV IPC)** reestablished the positive trend at the beginning of the session and is trading at a loss. According to information from the **Mexican Stock Exchange (BMV)**, its main signal indicates a fall of **0.33 percent**, compared to the close of Thursday.

In wholesale operations, the exchange rate reached **20.04 units** before noon, however it closed the week at **19.95 pesos per dollar**, a devaluation of the national currency of **0.7% or 14 cents corresponding to Thursday**, according to figures from the *Bloomberg agency*.

Among those that fell the most are those of **the financial sector**, due to a greater delay and lower demand for loans due to the new closure. **The depreciation of the peso and stock market losses** are largely related to the announcement of new **restrictive measures to activities** in both entities with the largest economic participation. From **December 19 to January 10, 2021**, only **strictly indispensable population movements** will be allowed.

To know more: The red traffic light is activated in CDMX and Edomex, non-essential activities are suspended

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