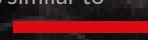
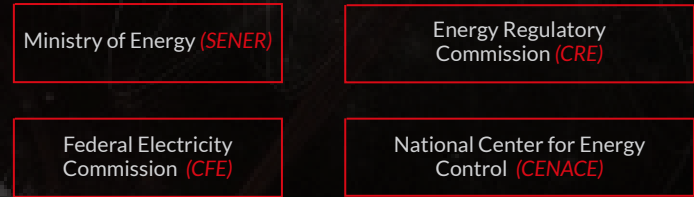


CHARACTERISTICS

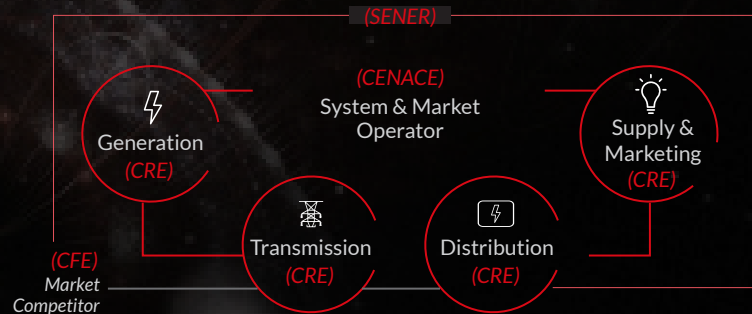
- Mexico has an installed capacity of the electric sector of **73,500 MW in 2016**.¹
- In 2017, the production of the Mexican electricity sector reached a value of **more than 20 billion dollars**.²
- The organization of the **electrical industry** is similar to the models of highly developed countries: 

INSTITUTIONAL ARRANGEMENT



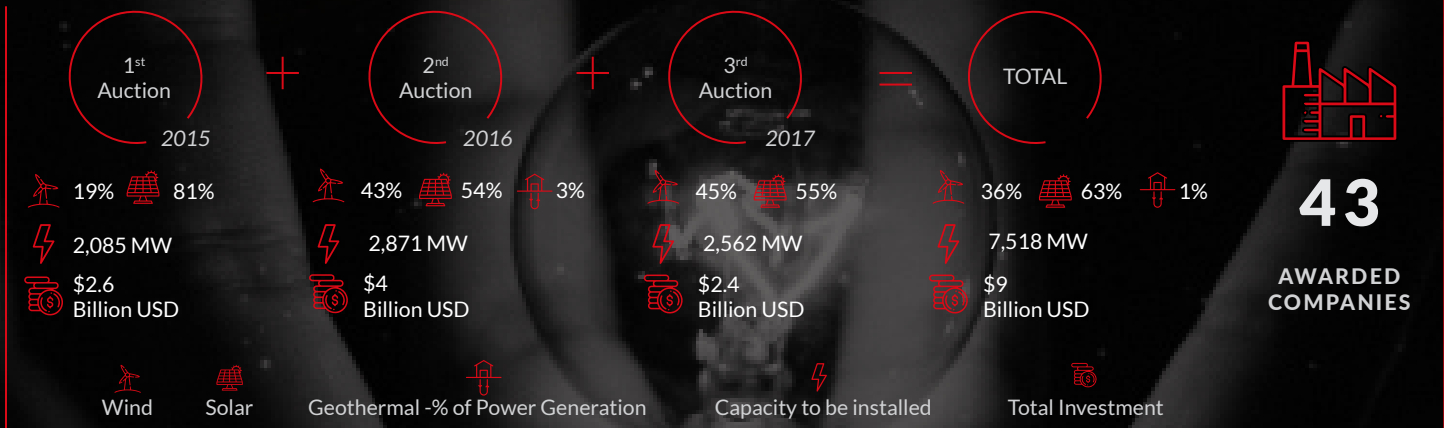
STRENGTHS

- The **Energy Reform** as a legal-regulatory scheme for the development of renewable generation at **competitive prices**.
- Mexico is the **2nd producer of the electricity sector** in Latin America.²
- Mexico is the **main supplier of electric power generation and distribution equipment** for the United States.³



MAIN PROJECTS FOR ELECTRICAL DEVELOPMENT

LONG-TERM AUCTIONS AWARDED AND IN EXECUTION



INTERCONNECTION SIN-BCS TRANSMISSION LINE (INCLUDING UNDERWATER CABLE LAYING)

ESTIMATED INVESTMENT

\$1.6 Billion USD

SECTOR

Electricity / Transmission

YAUTEPEC-IXTEPEC DIRECT CURRENT TRANSMISSION LINE

ESTIMATED INVESTMENT

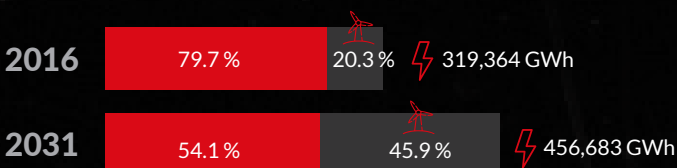
\$1.2 Billion USD

SECTOR

Electricity / Transmission

NATIONAL ELECTRIC SYSTEM DEVELOPMENT PROGRAM (PRODESEN) 2017-2031

PROGRAMMED INCREASE IN THE GENERATION OF ELECTRIC POWER



OPPORTUNITIES³

- **EI PRODESEN** will collaborate with investors to add more than **55 thousand MW** of installed capacity in special electricity generation projects.
- Participation in **large projects** through public-private partnerships for **investment**.

INVESTMENT REQUIRED IN THE NEXT 15 YEARS:

- Indicative Program for the Installation and Removal of Power Plants:** **\$90 Billion USD**
- Program for the Expansion and Modernization of the National Transmission Network:** **\$12 Billion USD**
- Program for the Expansion and Modernization of the General Distribution Networks:** **\$9 Billion USD**

Sources: 1. Programa de Desarrollo del Sistema Eléctrico Nacional (PRODESEN), 2017.
2. IHS Markit, 2017. 3. US Census Bureau, 2017.