

Questions for the Bank of Mexico representatives

1. Why is the Mexican peso declining so much against the dollar?
 - a. Is inflation higher in Mexico than in the United States?
 - b. Does the Bank of Mexico target the peso/dollar exchange rate?

2. Does the Bank of Mexico adjust interest rates when the Federal Reserve in the United States changes its policy rate?
 - a. Does the Bank of Mexico react to changes in Federal Reserve policy actions?
 - b. Does the Bank of Mexico react to changes in 'the world' interest rate?
 - c. Does the Bank of Mexico follow the lead in U.S. policy?

3. What is the Bank of Mexico's inflation target?
 - a. What happens when inflation becomes higher than the target?
 - b. What happens when inflation falls below the target?

4. Do you know why for Mexico consumption in the GDP accounts is more volatile than GDP itself? This is not the case for the United States or other developed economies.
 - a. Can it be related to problems measuring business investment spending?
 - b. Can you tell us how to find data for domestic investment?