



Mexico Energy Reform

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Why the reform?

Growing demand for oil



Stagnation in production capacity



Saturation logistic infrastructure



Investment opportunities for the private sector

Energy reform



New Institutional Framework

CENACE
CENTRO NACIONAL DE
CONTROL DE ENERGÍA



CENAGAS
CENTRO NACIONAL DE CONTROL DEL GAS NATURAL

- Independent Operators for the system and the market



CRE
COMISION
REGULADORA
DE ENERGIA

CNH
Comisión Nacional
de Hidrocarburos

- Specialized Regulatory bodies
- Clear rules



SENER
SECRETARÍA DE ENERGÍA



- Policymaking and planning

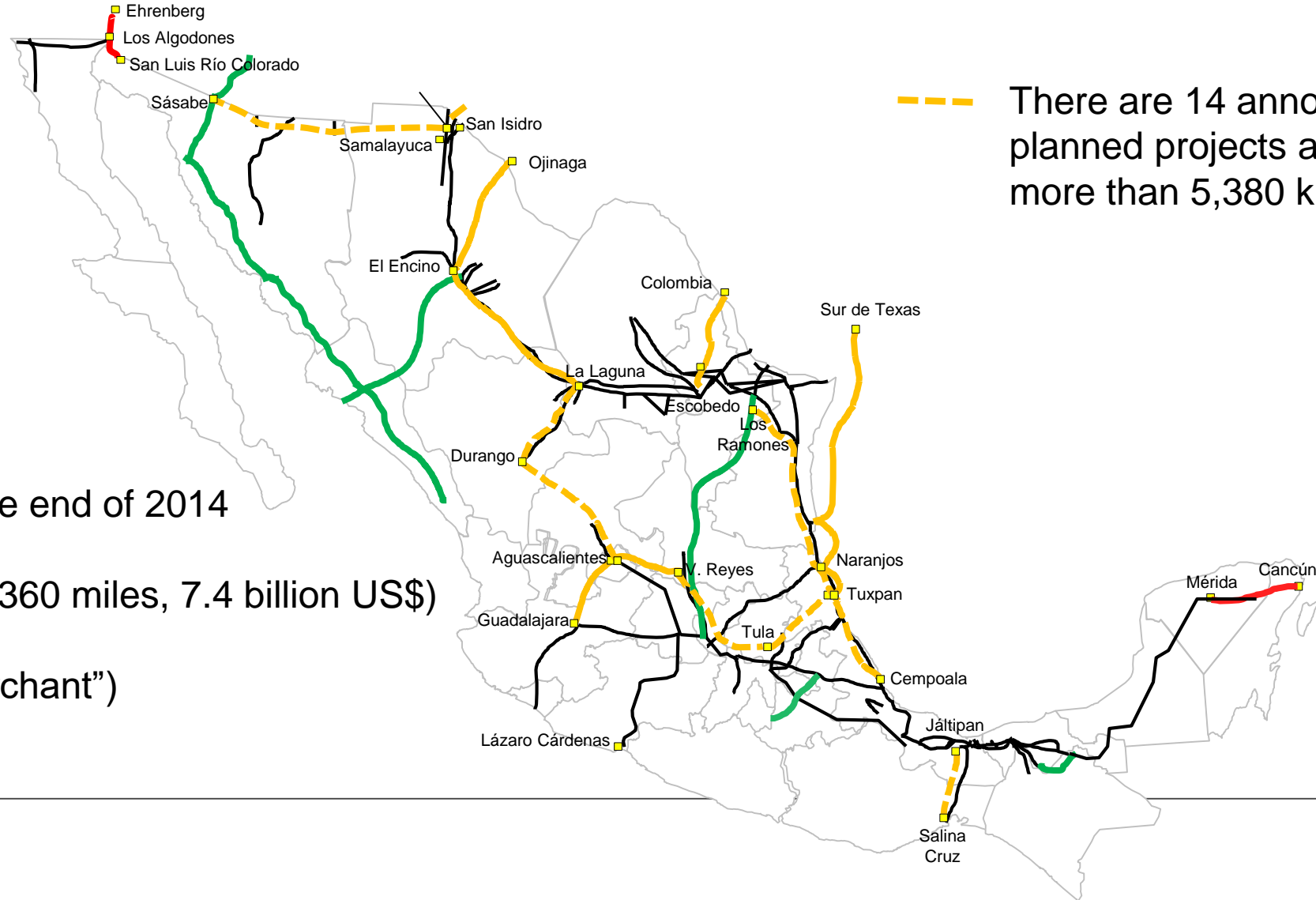




Private sector participates Gas and Electricity

- The SENER may order partnerships or contracts with private companies to provide Transmission and Distribution.
 - Price regulation.
 - Awarded through competitive processes.
 - They should be technology and knowledge transfer.
 - SENER will plan the expansion for transmission and distribution.

Additional pipelines for natural gas





Investment in electricity industry

- More than 160 billion dollars will be invested in electricity sector in the next 15 years.



Investment 2015-2029

(Billion US\$)*

Generation: \$ 122.6

Transmission: \$ 16.5

Distribution: \$ 21.9

Total: \$ 161.0

Source: National Electricity System Development Program 2015-2029.

* Estimated with 2014 average exchange rate



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