

Comisión Federal de Competencia Económica

# 12 Measures on Economic Competition to support the recovery of the Mexican Economy

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### Competition can foster a swifter economic recovery

### In 2021, SMEs and SMBs:

- 77% could stop operating
- 25% could be forced to lay off staff
- 57% of owners will face difficulties to pay their employees





### Promoting a sustainable economic recovery

- The health crisis could cause markets to shrink and concentrate more.
- The actions taken should promote the participation of more companies whose success depends on their ability to please consumers.
- Support decisions that foster the inclusion and permanence of a wide range of companies.



## 12 pro-competition measures to support the recovery of the Mexican economy



- The document deepens in 12 proposals to promote competition in markets that:
  - Have a direct effect on the economy of Mexican families
  - Have a cross-cutting impact on the economy
- The proposed actions are based on several market studies and opinions issued by COFECE.



# 12 pro-competition measures to support the recovery of the Mexican economy



- Increased access to credit by exploiting payment history in government's hands
  - 2 Expediting the entry of generic drugs
    - Guaranteeing compliance with the legal framework of the electricity sector
    - Non-discriminatory granting of permits for gasolines and diesel
  - Best price and quality conditions in public procurement
- Achieve price reduction of interurban passenger transportation

# 12 pro-competition measures to support the recovery of the Mexican economy



- Entry of more companies at a regional level in gasoline, LPG and freight transport
  - Avoid imposition of restrictive measures on foreign trade
    - Recover concessions close to expire and grant them through tenders
  - Reforming the Ports Law to incorporate competition principles
  - Reforming the Regulatory Law of the Railway Freight Service
- Reform the Mexican Constitution so that the Competition Commission may file constitutional actions on general rules that violate competition principles





#### Gas and diesel

#### We want to

Promote the **lowest** possible **prices of gasolines.** 

#### We propose

Expedite and non-unduly discriminatory granting of retail permits for gasolines and diesel and their renewal.





#### We want to

Electricity in Mexico to be as clean and inexpensive as possible, thus contributing to the country's competitiveness.

#### We propose

The active and increased participation of private companies in electricity generation as well as avoiding favoring the state-owned electricity company.





#### **Public Procurement**

#### We want to

That, for the benefit of taxpayers, the government is able to procure goods and services under the best price and quality conditions.

#### We propose

Reforming the **Procurement Law** to **maximize competition and market access** in public procurement procedures.



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