

Presidential Initiative in Mexico with potential impact on the mining industry

Today, October 1st, 2021, it was made public that the President of Mexico presented a constitutional reform initiative for the Mexican State to be the rector of the national electricity system and the energy transition in the country.

The impact of the initiative in the mining sector will be the following:

1. Lithium and other strategic minerals will be considered, without specifying the other minerals, as a strategic area for the Mexican State.
2. The concession of lithium deposits and other strategic minerals to private individuals and companies will be denied.
3. Lithium concessions already granted to private individuals and companies, as well as those granted to exploit gold, silver, copper and other minerals will be respected; there was no announcement made regarding whether the future concessions on these materials will continue to be granted to individuals.

Our team will be following the events on this legislative process and we are at your service for the corresponding follow-up.

Mexico City, October 1st, 2021.