

# Stocks and Forex Soar, Mexican Peso Gives Lackluster Performance

The Latin American stock market saw recovery after suffering losses in the previous session, regardless the Mexican stocks stand in political anxiety at the 30 month low.

The global markets have been nervously viewing the trade clash taking place between the US and China initiated by the US President Donald Trump. The predictions entailed to a serious recession in the making however such fears were lowered as the US President hinted towards a possible trade breakthrough with his trading foe. But they were not dashed quickly enough for him to point out at more tariffs should the deal fall short. Win Thin, global head of emerging market currency strategy at Brown Brothers Harriman said:

***"Markets are trying to get their bearings after the steep sell-off yesterday. So, it's not surprising to see them consolidating (gains),"***

Among the most to gain in the stock index was Telefonica Brasil SA, which serves as Brazil's largest telecommunications company. Telefonica soared at 8% owing to a 160% rise in its profit.

The Mexican peso and stocks saw dramatic decline after its newly elected President Andres Manuel Obrador announced the cancellation of its \$13 billion dollar airport in Mexico City. This was followed by Donald Trump's order to deploy over 5,000 troops to the US-Mexican border to halt the passage of the incoming migrant caravans from Central America.

With GAP dropping at about 4.5%, the Mexican economy remains unsteady continuing down a sensitive economic road.