Congress of the United States Washington, DC 20515

October 22, 2020

President Donald J. Trump The White House 1600 Pennsylvania Avenue, NW Washington, D.C. 20500

Dear Mr. President,

We write today to bring to your attention concerning actions by the Government of Mexico that threaten U.S. energy companies' investment and market access and undermine the spirit of the United States-Mexico-Canada Agreement (USMCA).

As you know, Mexico is the largest export market for U.S. petroleum products and is a growing market for natural gas exports. In fact, U.S. exports of refined products to Mexico have tripled over the past decade. An integrated North American energy market benefits U.S. fuel manufacturers, workers, and ultimately Mexican consumers.

Following Mexico's 2014 constitutional reforms allowing private participation in the Mexican energy sector, U.S. companies invested billions of dollars to develop energy infrastructure in Mexico and in the United States to import fuel from our refineries to satisfy Mexican demand. These investments resulted in positive factors, such as infrastructure development and employment generation on both sides of the border.

Despite this progress, recent reports indicate that the Mexican government is providing preferential regulatory treatment for Petróleos Mexicanos (PEMEX) and delaying or cancelling outright permits for U.S. energy companies. These anecdotal experiences have recently been given additional credence by a leaked memo from the President of Mexico, Andres Manuel Lopez Obrador, directing Mexican authorities to use all available resources within the regulatory framework to protect PEMEX and the Comisión Federal de Electricidad (CFE). Additionally, members of the governing party, MORENA, have presented constitutional initiatives that would roll back the historic 2014 Energy Reform and seek to relinquish all contracts currently in force.

These efforts violate and contradict the spirit, if not the letter, of the USMCA, an agreement among whose primary objectives are to promote growth among the participant countries. Therefore, we are deeply concerned that these actions demonstrate a pattern of obstruction and urge you to find a resolution with the Government of Mexico to keep the current market conditions that the Energy Reform regulatory framework provides, along with certainty and fairness for U.S. companies operating and competing in Mexico.

We appreciate your consideration of this request.

Sincerely,

John Cormyn

John Cornyn United States Senator

Ted Cruz

United States Senator

James Lankford United States Senator

Vicente Gonzalez Member of Congress

Robert E. Astle

Robert E. Latta Member of Congress

Jim Costa Member of Congress

David Schweikert Member of Congress

Xochitl Torres Small Member of Congress Bill Cassidy, M.D.

Bill Cassidy, MD United States Senator

James M. Inhofe United States Senator

John Kennedy United States Senator

Filemon Vela Member of Congress

Will Hurd Member of Congress

Bruce Westerman Member of Congress

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K. Michael Conaway Member of Congress

Henry Cuellar Member of Congress

Henry Lellar

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Michael C. Burgess, MD Member of Congress

Pete Olson

Member of Congress

Marc Veasey

Member of Congress

Garret Graves Member of Congress

Roger Williams Member of Congress

Brian Babin, DDS Member of Congress

Carol D. Miller Member of Congress

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Lizzie Fletcher Member of Congress

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Kendra & Asam

Kendra S. Horn Member of Congress

J. Luis Correa Member of Congress

Kelly Armstrong Member of Congress

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Randy Weber
Member of Congress

Ken Calvert
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Veronica Escobar Member of Congress

Vernica Eartan

Chip Roy Member of Congress

Kevin Hern Member of Congress If Junion

Jeff Duncan
Member of Congress

Guy Reschenthaler Member of Congress

Kein Mc Gart

Kevin McCarthy Member of Congress

Jackie Walorski Member of Congress

Bill Flores
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Lance Gooden Member of Congress Jodev C. Arrington

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Steve Scalise Member of Congress

Stevel Scalue

Michael Cloud Member of Congress

Eddie Bernice Johnson Member of Congress

Colin Allred Member of Congress cc: The Honorable Michael R. Pompeo, Secretary of State

The Honorable Wilbur Ross, Secretary of Commerce

The Honorable Dan Brouillette, Secretary of Energy

Ambassador Robert Lighthizer, United States Trade Representative

The Honorable Christopher Landau, U.S. Ambassador to Mexico