Abstract
This study carried out a study panel to analyze the factors that influence the credit market in Mexico. It includes institutional variables (rule of law, regulatory quality, financial freedom, property rights) and variables that considered the particularities of financial systems (interest rates, level of deposits, financing alternatives, banking concentration). We find that the level of deposits is the main determinant of the Mexican credit market. Although institutional variables have a positive effect on the provision of credits, it is small.