The term **lexical** pertains to the “source code” of the program. Lexical binding means the portion of source code in which a binding of an identifier with a value exists.

Here’s what the [ECMA specification](https://www.ecma-international.org/ecma-262/6.0/#sec-arrow-function-definitions) says about Arrow functions —

*An****Arrow Function****does not define local bindings for****arguments or******this****. Any reference to arguments, or this within an ArrowFunction****must resolve to a binding in a lexically enclosing environment.***