

E-Newsletter

26th edition



News Brief

Event



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DECISIONS OF FINANCIAL REGULATORY COMMISSION AND MONGOLIAN STOCK EXCHANGE

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LISTED COMPANIES OF MSE WILL RAISE THE LEVEL OF CORPORATE GOVERNANCE



“GOOD INITIATIVE OF GOOD GOVERNANCE WITHOUT CORRUTION” CERTIFICATE AWARDED

COMPANIES AWARDED AS THE “BEST JOINT STOCK COMPANY” AND THE “BEST BROKERAGE COMPANY” BY MSE



- Government bonds worth MNT23.9 billion traded through 5 trading sessions in December 2014.
- “MSE ALL” composite Index will be calculated officially by establishing 15 percent limits on impacted securities index in order to remove shares fluctuation of companies which are in the basket.
- Based on resolution of FRC, delisted, revoked and suspended licenses of following companies.
- MSE invited economic journalists from Press Institute of Mongolia and presented operation of MSE and answered journalists' concerned questions.
- Narantuya.Z, new head of Financial Regulatory Commission and members visited the Mongolian stock exchange and rang the opening bell of 4884th trading and acquainted with the operation of MSE.
- According to FRC's resolution, “Corporate Governance Code,” listed companies of MSE are responsible for implementing and reporting the principles of good, transparent, regulated and accountable governance to the public.
- MSE was awarded a certificate on “Good initiative of good governance without corruption” by the Anti-corruption Authority of Mongolia.

STATISTICAL INFORMATION OF SECURITIES MARKET

- Trading information of December 2014

TRAINING

Fundamental training of Capital market will commence on 26 January 2015 .

For detailed information please contact to: 11-313747 /116





INFORMATION OF GOVERNMENT SECURITIES TRADING

According to the Financial Regulatory Commission Resolution No. 389 dated 21 October 2014 and Chief Executive Officer's Order No.169 of the MSE dated 23 October 2014, Mongolian Government Securities with the value of MNT100 billion will be traded through the Mongolian Stock Exchange.

Therefore, Government retail bonds worth MNT23.9 billion traded through 5 trading sessions in December 2014.

Date	Government Securities Name	Maturity /week	Purchased amount /unit/	Interest rate	Value /MNT/
2014.12.02	ЗГЭБ-Б-12-278	12	26,816	15.96%	2,586,590,912.00
2014.11.11	ЗГЭБ-Б-52-279	52	2,057	16.625%	205,700,000.00
2014.11.18	ЗГЭБ-Б-12-280	12	152,978	15.731	14,763,294,868.00
2014.11.25	ЗГЭБ-Б-28-281	28	4,888	16.436%	449,158,320.00
2014.12.30	ЗГЭБ-Б-12-282	12	61,178	15.653%	5,905,084,094.00
Total purchased Government retail bonds			127.622		23,909,828,194.00

“MSE ALL” COMPOSITE INDEX WILL BE CALCULATED OFFICIALLY



Renewed “Index Calculation Regulation” approved by Board of directors meeting of MSE on 30 December 2014. By implementing this regulation, “MSE ALL” composite Index will be calculated officially by establishing 15 percent limits on impacted securities index in order to remove shares fluctuation of companies which are in the basket.

In addition, closing price will be the VWAP/ volume weighted average price/ and will be calculated for all the executed trades in the trading day.

Top-20 index will be renewed twice a year. The regulation will come into effect when Financial Regulatory Commission ratifies it.



**DECISIONS OF FINANCIAL REGULATORY COMMISSION AND
MONGOLIAN STOCK EXCHANGE**



TEMPORARY SUSPENDED LICENSES OF BROKERAGE COMPANIES

- | | | | |
|---|------------------------------|----|---------------------------|
| 1 | Argai Best LLC | 10 | Lifetime Investment LLC |
| 2 | Ice and T Capital LLC | 11 | Mongol Securities JSC |
| 3 | Baga Kheer LLC | 12 | Monsec LLC |
| 4 | Bats LLC | 13 | Novel Investment LLC |
| 5 | Bulgan Broker LLC | 14 | Undurkhaan Investment LLC |
| 6 | Gobiin Noyon Nuruu LLC | 15 | Prevalent LLC |
| 7 | GoodSec LLC | 16 | Sanar LLC |
| 8 | Darkhan Broker LLC | 17 | Finance Link Group LLC |
| 9 | Delgerkhangai Securities LLC | 18 | MWTS LLC |

REVOKED LICENSES OF BROKERAGE COMPANIES

- | | | | |
|---|----------------------------|---|-------------------------|
| 1 | Grandlain”LLC | 6 | “Saikhan Capital”LLC |
| 2 | “Great Securities”LLC | 7 | “Soyombo Investment”LLC |
| 3 | “Zuun Garts Securities”LLC | 8 | “Tuushin Invest”LLC |
| 4 | “Munkh-Ogtorgui”LLC | 9 | “UBBD”LLC |
| 5 | “Ochir-Erdene Invest”LLC | | |

REVOKED LICENSES OF COMMERCIAL BANKS

According to resolution No.:467 of Financial Regulatory Commission, licenses of executing trade order or investing on behalf of customers for following banks revoked:

- | | | | |
|---|-----------------------------|----|-------------------------------|
| 1 | “Ulaanbaatar Bank”LLC | 6 | “State Bank of Mongolia”LLC |
| 2 | “Trade Development Bank”LLC | 7 | “Capitron Bank”LLC |
| 3 | “Chingiss Khan Bank”LLC | 8 | “Capital Bank”LLC |
| 4 | “Khan Bank”LLC | 9 | “Xac Bank”LLC |
| 5 | Golomt Bank”LLC | 10 | “National Investment Bank”LLC |

TEMPORARY HALTED TRADING OF COMPANIES

- | | | | |
|---|------------------------|----|------------------------|
| 1 | “Undarga-Umnugovi” JSC | 10 | “Uv-Uujuulagch” JSC |
| 2 | “Sav Shim”JSC | 11 | “Munkhjim” JSC |
| 3 | “Khangal”JSC | 12 | “BayanTooroi”JSC |
| 4 | “Khuns-Arkhagai”JSC | 13 | “Orgil Govi-Altai”JSC |
| 5 | “Darzam”JSC | 14 | “Esgii,esgii gutal”JSC |
| 6 | “Ajliin Khuvtsas”JSC | 15 | “Khargia”JSC |
| 7 | “Chamdmani-Uul”JSC | 16 | “Mon-Asar”JSC |
| 8 | “Tuv-Uu”JSC | 17 | “Darkhan Khuvun”JSC |
| 9 | “Almaas” JSC | | |



REPRESENTATIVES OF ECONOMIC JOURNALIST RANG TRADING OPENING BELL OF MSE



On 5 December 2014, in purpose of improving and expressing the capital market information announcement to the public, MSE invited economic journalists from Press Institute of Mongolia and presented operation of MSE and answered journalists' concerned questions.

During the event, MSE and Press Institute of Mongolia signed the Joint working agreement for increasing participations of press authorities in capital market and improving

capital market knowledge of journalists.

On this day, behalf of journalists Munkhchimeg.D, journalist of "Government News" newspaper, rang the opening bell of MSE's 4,867th trading.

NEW EXECUTIVE OF FINANCIAL REGULATORY COMMISSION ACQUAINTED WITH OPERATION OF MONGOLIAN STOCK EXCHANGE



On 31 December 2014, Narantuya.Z, new head of Financial Regulatory Commission and members visited to Mongolian stock exchange. Narantuya.Z rang the opening bell of 4884th trading and acquainted operation of MSE.

During the meeting, Angar.D, acting CEO of MSE, presented performance of MSE and both parties broadly exchanged opinions about issues of current capital market, its future tendency and planned work in the short term.



LISTED COMPANIES OF MSE WILL RAISE THE LEVEL OF CORPORATE GOVERNANCE



According to Financial Regulatory Commission's adopted resolution No.162 "Corporate Governance Code," listed companies of MSE are responsible for implementing and reporting the principles of good, transparent, regulated and accountable governance to the public.

In order to assess the level of governance, joint stock companies are

accustomed in implementing principles of good governance in their operation, regulatory authorities need to regulate their implementation and provide guidance to companies, and in addition, appropriate actions to be taken by regulatory authorities for further improving securities Issuers abilities related with attracting Investment, expanding reputation, scope and these steps will be an important contribution for the development of the capital market of Mongolia.

FRC, MSE, TOP-20 index comprised joint stock companies board of directors signed the manifesto of becoming companies with good corporate governance on December 24, 2014 at MSE.





“GOOD INITIATIVE OF GOOD GOVERNANCE WITHOUT CORRUPTION” CERTIFICATE AWARDED

In recognition of the successful implementation of the anti-corruption activity planning, control of private interests of employees and registration, supervision and report of assets and income declaration forms, the MSE was awarded a certificate on “Good initiative of good governance without corruption” by the Anti-corruption Authority of Mongolia on December 9, 2014.

COMPANIES AWARDED AS “BEST JOINT STOCK COMPANY” AND “BEST BROKERAGE COMPANY” BY MSE



Mongolian Stock Exchange awarded “Best Joint Stock Companies of 2014” to “**Govi**”JSC and “**APU**”JSC based on achievement of trading activity of its shares, market capitalization, dividend distribution and transparency of corporate governance.

In addition, “**BDSec**”JSC and “**TDCapital**”LLC awarded as “Best Brokerage Company of 2014” due to performance of trading activity, trading amount and quality of service, which has been offered to customers.





MSE'S BEGINNER COURSE CONDUCTED SUCCESSFULLY



Mongolian stock exchange's "Capital market beginner course" for the residents has successfully conducted from 15 December 2014 to 23 December 2015. Total of 15 students enrolled and successfully graduated with certificate.

This beginner course consists of combination of theory and practical training, which include introduction of brokerage companies' everyday operation and practice securities trading of Mongolian stock exchange.

Numbers of people who want to enroll this course have increased day by day. Therefore, next course is plan to conduct on 26 January 2015.

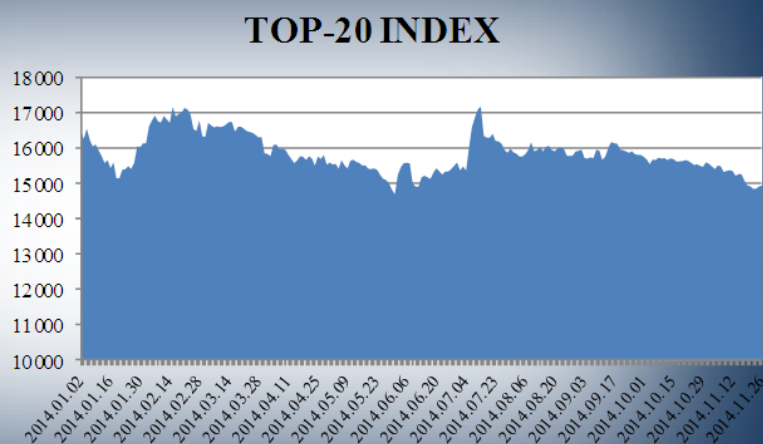


MONTHLY TRADING REPORT

Dec-14

Brief statistics	
Traded volume	7,875,808
Total traded volume /MNT/	28,013,649,069
Number of transactions	751
Number of traded securities	56
Market capitalization /MNT/	1,442,655,414,438

TOP-20 INDEX	
Close	14,854.24
Pre-close	14,919.19
Change /MNT/	-64.95
Change %/	-0.44
52 weeks high	17,160.49
52 weeks low	13,422.43



Most actively traded securities

By volume:					By value:				
Nº	Symbol	Securities name	Volume	Price	Nº	Symbol	Securities name	Volume	Price
1	ETR	E-TRANS LOGISTIC	6,300,750	630,074,950	1	MBG	MONHT BULIGAR	137,996	994,269,900
2	APP	ASIAPACIFIC PROPRTIE	350,520	865,784,400	2	APP	ASIAPACIFIC PROF	350,520	865,784,400
3	MBG	MONHT BULIGAR	137,996	994,269,900	3	ETR	E-TRANS LOGISTK	6,300,750	630,074,950
4	SCR	SCR	124,369	201,011,135	4	SCR	SCR	124,369	201,011,135
5	HGN	KHUKH GAN	37,715	3,829,072	5	TTL	TAVAN TOLGOI	17,509	75,194,724

Most Gainer Companies

Nº	Symbol	Securities name	Pre-close	Closing price	Change	
					MNT	%
1	BHR	BINSE	600.00	720.00	120	20.00
2	HRM	GERMES CENTRE	150.13	170.00	20	13.24
3	BHL	BUUNII KHUDALDAA	700.00	784.50	85	12.07
4	HBO	KHAI BI OIL	550.00	594.00	44	8.00
5	EER	ARIG GAL	2,600.00	2,808.00	208	8.00

Most loser companies

Nº	Symbol	Securities name	Pre-close	Closing price	Change	
					MNT	%
1	HHC	BISHRELT INDUSTRIAL	4,500.00	2,470.00	-2,030	-45.11
2	DLG	MONGOL MAKH EXPO	5,500.00	3,780.00	-1,720	-31.27
3	SCR	SCR	2,185.00	1,800.00	-385	-17.62
4	BAN	BAGANUUR	3,500.00	2,899.00	-601	-17.17
5	MSH	MONGOL SHILTGEEN	690.00	590.00	-100	-14.49

Government Securities

Nº	Securities name	Volume	Price	Interest rate % /annual/	Face value	Discounted Price
1	ЗГЭБ-Б-12-278	26,816	2,586,590,912	15.96	100,000	96,457
2	ЗГЭБ-Б-52-279	2,057	205,700,000	16.625	100,000	100,000
3	ЗГЭБ-Б-12-280	152,978	14,763,294,868	15.731	100,000	96,506
4	ЗГЭБ-Б-28-281	4,888	449,158,320	16.436	100,000	91,890
5	ЗГЭБ-Б-12-282	61,178	5,905,084,094	15.653	100,000	96,523

Primary Market trading

Nº	Symbol	Securities name	Volume	Price	Unit price
1	BDS	BDSec	520,722	1,117,469,412	2,146

