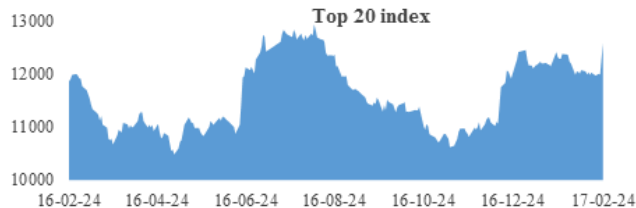


March 9th, 2017

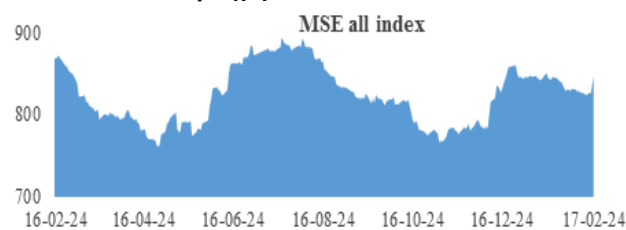
Mongolia Investors Cockpit

Monthly Report

MSE TOP 20 Index, 12,597.92 +4.94% YOY



MSE ALL Index, 847.7 -2.1% YOY



MSE Top 20 Stocks (Monthly performances)

Company name	31 th JAN	28 th FEB	Change
Tavantolgoi JSC (TTL)	3298	4992	+51.4%
Merex JSC (MRX)	60	76.59	+27.7%
Gobi JSC (GOV)	10530	12580	+19.5%
Khukh gan (HGN)	53.56	62	+15.8%
Aduunchuluun (ADL)	1755	2000	+14.0%
Mongol Post JSC (MNP)	360.21	401.88	+11.6%
Material Impex (MIE)	8250	8945	+8.4%
Darkhan Nekhii JSC (NEH)	19100	20000	+4.7%
Suu JSC (SUU)	124.01	128.26	+3.4%
Talkh Chikher JSC (TCK)	19010	19490	+2.5%
Baganuur JSC (BAN)	1902	1950	+2.5%
Makhimpex JSC (MMX)	2585	2600	+0.6%
Arig gal JSC (EER)	2300	2300	0.0%
Bayangol Hotel JSC (BNG)	41160	40000	-2.8%
APU JSC (APU)	351.74	337.77	-4.0%
Sharyn Gol JSC (SHG)	2400	2300	-4.2%
Hermes center (HRM)	160	150.97	-5.6%
Ulsiin Ikh Delguur JSC (UID)	596.25	540	-9.4%
Remicon JSC (RMC)	55	47.31	-14.0%
UB BUK JSC (BUK)	460	379	-17.6%

Source: MSE

Mongolia in the global context

Index	YOY perf	YTD perf
DJIA (US)	+23.15%	+4.77%
Nikkei 225 (JP)	+9.12%	0%
Hang Seng (HK)	+15.49%	+2.87%
DAX 30 (DE)	+21.35%	+2.59%
SMI (CH)	+6.29%	+3.06%
MSE 20	+4.94%	+1.93%

Source: Bloomberg

Foreign Exchange Rates (Monthly performances)

	31 th January	28 th February	Change
USD - MNT	2,459.44	2,470.83	+0.46%
EUR - MNT	2,631.48	2,617.84	-0.52%
JPY - MNT	21.66	21.92	+1.20%
CHF - MNT	2,471.67	2,456.83	-0.60%

Source: MongolBank

Market news

February stock trading

Total trading of the MSE in February 2017 was 944.8 million MNT, which was smaller than the February 2016 trading amount by 17 percent. Compared to the previous month's trade value of 2,693.5 million MNT, it had also decreased by 2.8 times. Tavantolgoi (MSE:TTL) was the most actively traded stock (traded value 472.5 million MNT) taking up the half of the month's total trade value.

Government bond trading

With regards to the Government bonds' trade, total of 29.4 billion MNT retail bonds were traded in February at the primary bond market. The annual coupon/interest rates of short term and longer term retail bonds were between 17-18 percent. Below please see *March trading schedule*.

Trade date	Bond type	Maturity	Coupon type	Issuance, bln MNT
Mar 07	12-weeks	2017/05/30	Discount	13.0
Mar 14	28-weeks	2017/09/26	Discount	13.0
	2 years	2019/03/14	Half yearly coupon	5.0
Mar 21	52-weeks	2018/03/20	Discount	15.0
Mar 28	39-weeks	2017/12/26	Discount	11.0
	3 years	2020/03/28	Half yearly coupon	5.0

Source: MSE

Dividend announcements

The following companies announced dividends for 2016.

Companies	Dividend per share, MNT	Ex-date
Hermes Centre (HRM)	4.00	2/22
Gobi (GOV)	200.00	
Takh-Co (TAH)	108.00	
Atar Urguu (ATR)	300.00	3/13
Mongol Post (MNP)	3.03	
Gan Khiits (GHC)	100.00	3/10
Ulaanbaatar Khivs (UBH)	75.00	
Bayangol Hotel (BNG)	355.00	
Apu (APU)	1.00	3/09
Makhimpex (MMX)	100.00	
Materialimpex (MIE)	18.00	

Economic news

IMF bails Mongolia out

In February, the Mongolian government and the IMF team have reached staff-level agreement on an economic and financial program to be supported by a three-year Extended Fund Facility (EFF) which will provide about \$440 million. Other international partners, such as ADB, WB, Japan, Korea and China also plan to support the government's "Economic Stabilization Program" which intends to restore economic stability and debt sustainability and the total external financing package will thus be around \$5.5 billion.

Debt payment solved

Mongolia needed \$580 million to redeem Development Bank of Mongolia's bonds on Mar 21st. Holders of \$476 million of DBM bonds agreed to exchange them for new \$600 million seven-year sovereign bonds that the Government of Mongolia has capped on March 2, 2017.

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