

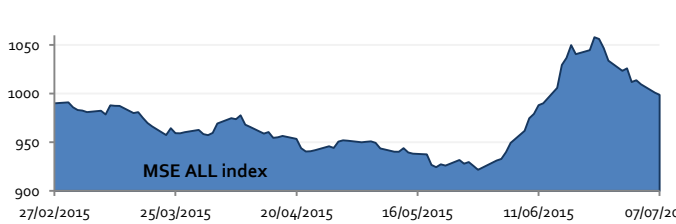
August 10th, 2015

Mongolia Investors Cockpit Monthly Report

MSE TOP 20 Index, 13,288.28 -15.96% YOY



MSE ALL Index, 953.54 -4.35% since 10th Feb 2015



MSE Top 20 Stocks (Monthly performances)

Company name	Opinion	7-Aug	%
Khukh Gan JSC (HGN)	Hold	82	-4.2%
Shariiin Gol JSC (SHG)	Buy	5,400	-2.2%
Genco Tour Bureau JSC (JTB)	Hold	83.08	-1.4%
Ulaanbaatar BUK JSC (BUK)	Buy	34,980	-1.3%
Talkh Chikher JSC (TCK)	Buy	17,000	-1.2%
Tavantolgoi JSC (TTL)	Hold	3,300	-1.0%
Shivee Ovoo JSC (SHV)	Hold	4,990	-9%
Remicon JSC (RMC)	Hold	69.91	-8%
Baganuur JSC (BAN)	Hold	2,800	-7%
APU JSC (APU)	Hold	3,457	-5%
State Department Store JSC (UID)	Hold	492.68	-4%
Hermes Center (HRM)	Buy	140	-3%
Telecom Mongolia JSC (MCH)	Hold	984	-1%
Mongolia Development Resources (MDR)	Hold	448	+0%
Bayangol ZB JSC (BNG)	Buy	48,960	+0%
BDSec JSC (BDS)	Buy	1,700	+0%
Gobi JSC (GOV)	Buy	8,925	+1%
Makh Impex (MMX)	Buy	3,100	+2%
Material Impex (MIE)	Buy	14,990	+3%
Darkhan Nekhii (NEH)	Buy	17,900	+4%

Source: MSE

Mongolia in the global context

Index	YOY perf	YTD perf
DJIA (US)	+7.68%	-0.86%
Nikkei 225 (JP)	+37.36%	+18.40%
Hang Seng (HK)	+0.85%	+4.54%
DAX 30 (DE)	+24.52%	+15.18%
SMI (CH)	+16.61%	+8.01%
MSE 20	-15.96%	-9.87%

Source: Bloomberg

Foreign Exchange Rates (Monthly performances)

	07-July	07-June	%
USD - TӨГ	1,973.45	1,989.00	0.79%
EUR - TӨГ	2,193.39	2,181.04	-0.56%
JPY - TӨГ	16.18	15.92	-1.61%
CHF - TӨГ	2,085.55	2,023.60	-2.97%

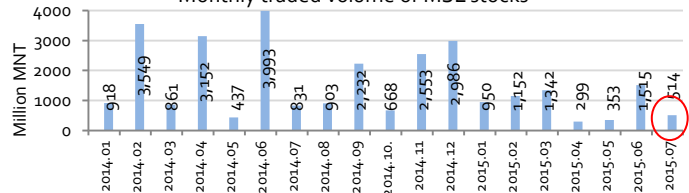
Source: MongolBank

Market news

July trading

Every year, in July, MSE trading volume decreases because of Mongolian traditional festival "Naadam" and some Mongolians are off to summer vacation. Total trading on the MSE this July was 513.5 million MNT. Total monthly trading was 1.6 times less with respect to that in the same period of 2014. Compared to the previous month trade value of 1.5 billion MNT, it decreased by 2.95 times.

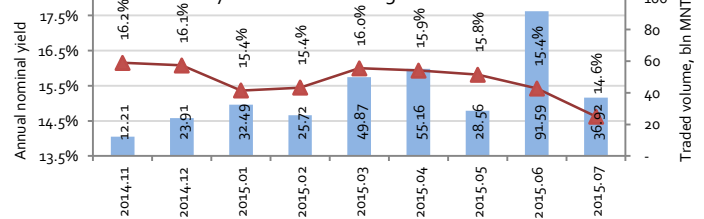
Monthly traded volume of MSE stocks



Government bond trading

The Ministry of Finance of Mongolia put a limit on the volume of the supply of government bond by 10 billion MNT, because demand of government bond increased during the last weeks.

Monthly Govt. bond trading information



The annual nominal yield also fell down during the last weeks. But the 12 weeks gov. bond annual nominal yield is still higher than commercial banks saving interest rate.

UB BUK will exchange debt for shares

UB BUK has an outstanding debt of 7.2 bln MNT to Ulaanbaatar Management LLC, which is the head company, and FRC gave the permission to exchange debt for shares. For the exchange process the company is offering 187,200 shares for a nominal price of 38,700 MNT. Shareholders could increase their number of shares by 16.6%. If shareholders wish to make an order, they must apply to their own brokerage company before August 18th, 2015.

Suu JSC will discuss stock splitting

Suu JSC's Board decided to ask shareholders to split stock in order to increase trading liquidity. The most recent stock price is 108,000MNT. The shareholders' meeting will be held on September 11th, 2015 in Suu JSC main building. Ex-date will be 2015.08.13

Erchim Engineering LLC is offering insured "Erchim bond"

The FRC gave permission to Erchim Engineering LLC to offer to the public "100% insured bond". Information on the insured "Erchim bond": nominal price: 10,000 MNT; discounted price: 9,155 MNT; total number of bonds: 50,000; period: 182 days; annual nominal yield: 18.5%; payment will be done on maturity date. Offering period is August 11th-21st; trading date on August 21st.

Some companies' financial information

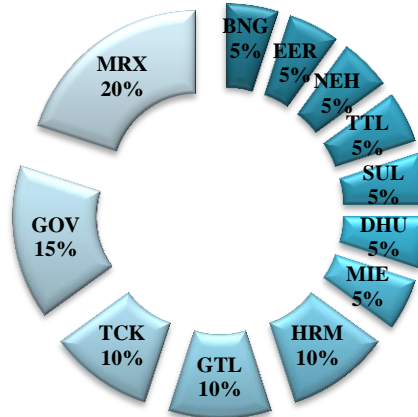
#	Code	Total asset, MNT	Total liability, MNT	Share price, 2015.08.06, MNT	EPS, MNT	P/B ratio	P/E ratio
1	OLL	230,536,900	18,689,800	105	-5.85	-141.17	-17.95
2	UID	9,914,671,200	10,720,657,500	507	2.85	-23.14	178
3	HAM	45,582,000	53,587,500	3,700	-	-23.11	n/a
4	BNB	54,922,500	62,330,800	440	-11	-18.52	-40
5	SOI	549,589,300	682,788,000	3,200	-289.79	-8.71	-11.04
6	HHN	6,338,758,300	6,506,183,800	1,400	-225.38	-4.51	-6.21
7	BEU	14,635,490,900	28,038,569,600	3,000	-70.14	-4.27	-42.77
8	HMK	906,983,800	2,071,840,700	2,100	-	-1.17	n/a
9	SVR	3,496,500,400	4,738,539,300	7,670	-1,421.13	-0.96	-5.4
10	BSKY	27,492,600	222,769,800	2,150	-274.3	-0.89	-7.84
11	AMT	45,300	3,802,000	78	-17.43	-0.75	-4.47
12	TAL	640,265,600	746,954,500	12	-66.66	-0.05	-0.18
13	HUZ	113,741,400	1,749,809,800	371	-2,248.12	-0.02	-0.17
14	SDT	247,465,200	499,210,400	57	-1,434.73	-0.01	-0.04
15	MMH	1,705,572,400	918,457,500	143	506.7	0.01	0.28
16	ADU	6,246,434,500	2,909,413,800	874	-8.45	0.03	-103.43
17	SUN	2,472,154,700	804,472,300	24	-76.43	0.03	-0.32
18	NRS	1,538,942,100	1,153,023,100	101	-706.2	0.05	-0.14
19	TEX	33,189,211,600	25,796,571,600	1,056	568.44	0.21	1.86
20	JIV	113,994,700	29,000	518	-	0.24	n/a
21	CHE	87,819,000	60,734,100	60	-42.71	0.3	-1.4
22	TVL	666,661,000	122,277,300	1,000	-62.49	0.32	-16
23	MDR	16,260,454,400	115,771,100	448	-1.4	0.4	-319.58
24	ADL	9,428,912,900	467,853,700	1,600	46.78	0.56	34.21
25	NEH	47,638,434,300	15,065,023,400	17,900	86.41	0.61	207.14
26	BNG	37,488,664,700	4,733,181,500	48,960	1,989.65	0.63	24.61
27	RMC	21,328,368,400	14,001,297,700	57	-12.34	0.73	-4.61
28	TCK	37,197,431,900	13,613,544,100	18,390	1,457.53	0.8	12.62
29	MCH	40,883,786,600	9,013,220,500	997	-3.94	0.83	-253.18
30	MRX	7,303,911,800	1,735,007,600	80	0.14	0.96	559.89
31	NXE	11,944,773,800	10,350,147,200	1,200	13.91	0.97	86.26
32	ETR	6,442,463,300	486,594,000	109	1.75	0.99	62.35
33	DAZ	197,410,800	6,851,500	2,580	1.37	1.01	1,887.68
34	JTB	9,729,521,800	1,721,047,900	83	-2.49	1.05	-33.4
35	MIB	5,489,435,100	3,248,354,600	185	-0.05	1.32	-3,557.69
36	MSR	639,647,500	373,898,500	1,300	-41.87	1.35	-31.05
37	GOV	112,943,122,600	59,068,250,100	9,350	310.67	1.35	30.1
38	BUK	40,441,063,400	11,813,947,700	35,000	-169.65	1.38	-206.31
39	HSR	3,105,062,000	2,192,950,000	4,100	40.02	1.4	102.45
40	SUU	49,077,247,500	22,666,262,800	108,000	2,311.40	1.41	46.73
41	ZOO	2,754,267,000	92,762,400	1,040	36.53	1.47	28.47
42	UYN	1,663,583,600	55,501,000	1,036	-6.81	1.59	-152.08
43	BDS	13,708,656,032	163,053,738	1,750	6.12	1.61	285.8
44	ATR	8,101,197,900	794,002,400	68,000	1,026.79	1.62	66.23
45	BAZ	36,300,200	8,749,900	579	-14.48	1.74	-39.99
46	AHH	418,969,800	125,768,300	205	3.13	1.85	65.51
47	HRM	8,479,200,200	220,366,100	144	4.96	1.89	29.05
48	APU	325,226,880,500	187,274,203,900	3,561	78.77	1.93	45.21
49	SHG	70,266,045,400	40,851,057,300	5,540	-1.23	1.94	-4,495.60
50	MIE	25,113,315,000	16,058,556,800	14,990	-23.9	2.27	-627.08
51	DZG	1,123,663,500	377,139,800	20,000	-531.12	2.42	-37.66
52	NKT	3,517,618,400	1,994,878,900	299	-11.68	2.48	-25.59
53	HGN	20,125,510,500	13,605,628,400	77	-2.66	2.78	-29
54	VIK	169,075,800	41,108,400	1,824	-60.2	2.89	-30.3
55	GTL	7,161,586,600	352,525,800	15,000	560.13	3.57	26.78
56	BDL	3,305,122,500	1,322,427,700	7,445	18.77	3.87	396.54
57	GHC	5,789,236,900	4,965,151,700	16,000	-463.83	4.74	-34.5

#	Code	Total asset, MNT	Total liability, MNT	Share price, 2015.08.06, MNT	EPS, MNT	P/B ratio	P/E ratio
58	TAH	2,757,986,300	39,441,200	10,990	464.7	4.81	23.65
59	MMX	14,759,983,400	12,350,584,100	3,361	66.31	5.31	50.69
60	HBO	9,640,310,700	9,093,576,200	360	-10.79	6.1	-33.35
61	HCH	6,926,300	5,500,000	151	-8.54	6.2	-17.68
62	BAN	98,851,785,700	91,815,115,700	2,600	68.84	7.75	37.77
63	BHR	615,928,600	502,839,800	730	-124.99	8.19	-5.84
64	SHV	93,986,400,200	86,315,596,000	5,000	-158.94	9.43	-31.46
65	MNB	188,594,600	175,293,400	1,500	-	13.84	n/a
66	BBD	5,868,547,100	5,863,793,000	46	-59.02	15.9	-0.79
67	MSC	416,255,700	147,869,100	1,200	-0.3	134.13	-4,066.56

Standard Investment Portfolio

We built a portfolio of companies with low P/B ratios and relatively promising future plans. This portfolio would work in the long term. This portfolio remains unchanged as compared to our June portfolio.

Stocks	Company	Percent
MRX	Merex	20%
GOV	Gobi	15%
TCK	Talkh Chikher	10%
GTL	Gutal	10%
HRM	Hermes Centre	10%
MIE	Material impex	5%
DHU	Darkhan Khuns	5%
SUL	Gazar Suljmel	5%
TTL	Tavantolgoi	5%
NEH	Darkhan Nekhii	5%
EER	Arig Gal	5%
BNG	Bayangol Hotel	5%



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