



MONGOLIAN
STOCK EXCHANGE

2018

E-Newsletter

JANUARY

54th edition



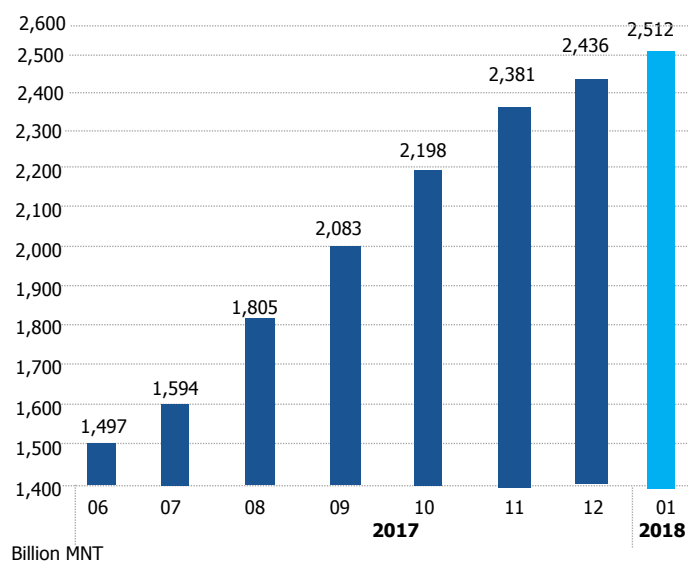


Market update

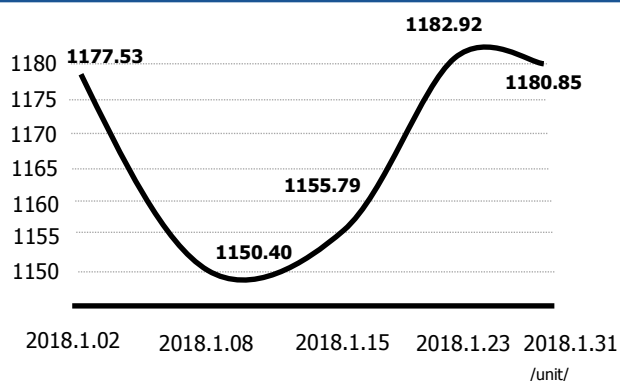
/As of January 31, 2018/

| | |
|---|---------------------------|
| 1. Number of trading day | 22 |
| 2. Total value of trading /MNT/ | 22,795,058,692 .00 |
| <i>Stock</i> | 2,670,136,862 .00 |
| <i>Government bond /primary/</i> | |
| <i>Government bond /secondary/</i> | 20,124,921,830.00 |
| <i>Corporate bonds /primary/</i> | 0 |
| <i>Corporate bonds /secondary/</i> | 7,200,000 |
| 3. Total number of traded securities | 4,824,206 |
| <i>Stock</i> | |
| <i>Government bond /primary/</i> | |
| <i>Government bond /secondary/</i> | 203,671 |
| <i>Corporate bonds/primary/</i> | 0 |
| <i>Corporate bonds /secondary/</i> | 72 |
| 4. Total number of trades | 4,813 |

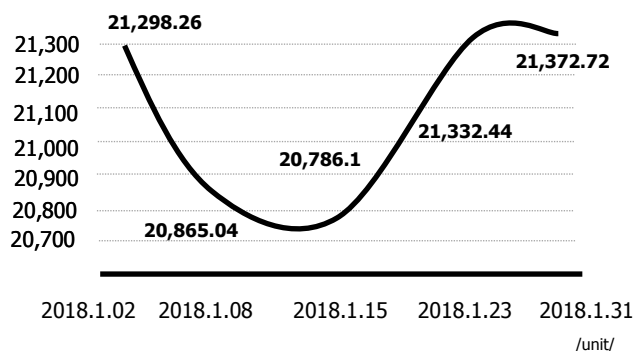
Market capitalization



MSE ALL index



TOP-20 index



Listed Companies

| | |
|--------------------------------------|------------|
| 1. Number of listed companies | 218 |
| <i>State owned /100%/</i> | 19 |
| <i>Partially state owned</i> | 12 |
| <i>Private</i> | 187 |
| <i>Tier I</i> | 9 |
| <i>Tier II</i> | 40 |
| <i>Tier III</i> | 169 |
| <i>Unclassified</i> | 0 |

Member securities Companies

| | |
|---|-----------|
| 1. Number of member securities companies | 58 |
| <i>Broker-Dealer</i> | 50 |
| <i>Underwriter</i> | 23 |
| <i>Investment advisory</i> | 13 |

Most active member securities companies

/2018.01.02-2018.01.31/

| Сим бол | Company Name | Buy | | Sell | | Total Value /buy, sell/ |
|------------|---------------------------------|----------|-------------------|--------------|-------------------|-------------------------|
| | | Volume / | Value /MNT/ | Volume /unit | Value /MNT/ | |
| 1 | Novel Investment | 557,785 | 14,941,307,775.86 | 147,803 | 5,463,439,497.00 | 20,404,747,272.86 |
| 2 | Mirae Asset Securities Mongolia | 52,029 | 5,092,944,500.00 | 139,800 | 13,739,720,440.00 | 18,832,664,940.00 |
| 3 | BDSec | 564,504 | 327,968,504.16 | 748,394 | 938,864,190.85 | 1,266,832,695.01 |
| 4 | Golomt Capital | 618,049 | 502,381,826.66 | 522,967 | 713,747,674.33 | 1,216,129,500.99 |
| 5 | Standart Investment | 821,377 | 211,922,394.70 | 702,264 | 452,715,666.46 | 664,638,061.16 |
| 6 | Bumbat-Altai | 275,887 | 372,833,418.80 | 323,695 | 231,052,844.45 | 603,886,263.25 |
| 7 | TDB Capital | 632,055 | 316,744,484.19 | 400,186 | 163,975,391.97 | 480,719,876.16 |
| 8 | Gauli | 140,876 | 266,299,973.40 | 43,109 | 57,829,929.00 | 324,129,902.40 |
| 9 | Ard Securities | 296,476 | 178,705,788.30 | 270,929 | 134,067,498.90 | 312,773,287.20 |
| 10 | Ard Capital Group | 567,048 | 150,563,570.10 | 380,741 | 144,440,060.02 | 295,003,630.12 |
| 11 | Mirae Asset Securities Mongolia | 20,306 | 100,736,990.00 | 5,630 | 105,474,875.00 | 206,211,865.00 |
| 12 | Gendex | 0 | 0.00 | 211,500 | 149,773,453.70 | 149,773,453.70 |
| 13 | Bloomsbury Securities | 12,393 | 11,058,357.00 | 30,268 | 101,447,890.00 | 112,506,247.00 |
| 14 | Lifetime Investment | 12,722 | 93,453,629.48 | 1,364 | 3,750,796.00 | 97,204,425.48 |
| 15 | Tenger Capital | 10,108 | 10,644,977.40 | 388,791 | 80,874,308.00 | 91,519,285.40 |
| 16 | Monsec | 44,066 | 49,272,732.32 | 264,194 | 41,447,839.30 | 90,720,571.62 |
| 17 | Tavan Bogd | 64,572 | 50,459,487.00 | 5,038 | 22,578,376.00 | 73,037,863.00 |
| 18 | Zerged | 11,780 | 3,109,876.00 | 63,235 | 60,499,874.00 | 63,609,750.00 |
| 19 | Altan Khoromsog | 796 | 966,726.00 | 47,813 | 49,742,103.00 | 50,708,829.00 |
| 20 | Sanar | 681 | 2,253,263.40 | 58,557 | 44,150,000.90 | 46,403,264.30 |

Most actively traded securities

/2018.01.02-2018.01.31/

| № | Sym- sol | Name of securities | Volume /unit/ | Value /MNT/ | High | Low | Closing | Change /unit/ | Change /%/ |
|----|-------------|----------------------|---------------|----------------|-----------|-----------|-----------|------------------|---------------|
| 1 | APU | APU | 1,401,863 | 980,698,619.67 | 715.00 | 671.00 | 685.50 | -31.20 | -4.35 |
| 2 | TTL | TAVAN TOLGOI | 58,817 | 587,190,280.00 | 10,950.00 | 8,800.00 | 10,410.00 | 1,500.00 | 16.84 |
| 3 | GOV | GOBI | 14,229 | 355,791,500.00 | 29,000.00 | 23,500.00 | 24,660.00 | 1,400.00 | 6.02 |
| 4 | JIV | JINST-UVS | 85,002 | 137,852,676.00 | 1,880.00 | 1,400.00 | 1,690.00 | -168.00 | -9.04 |
| 5 | ITLS | ITTOOLS | 597,379 | 99,549,556.70 | 195.00 | 140.00 | 158.00 | -30.24 | -16.06 |
| 6 | NEH | DARKHAN NEKHII | 2,933 | 61,267,090.00 | 22,000.00 | 19,500.00 | 21,000.00 | -900.00 | -4.11 |
| 7 | MNP | MONGOL POST | 88,101 | 54,698,179.20 | 680.00 | 595.00 | 640.16 | 87.66 | 15.87 |
| 8 | MIK | MIK HOLDING | 4,283 | 47,627,680.00 | 12,000.00 | 9,850.00 | 11,490.00 | 1,040.00 | 9.95 |
| 9 | TCK | TALKH CHIKHER | 1,816 | 45,004,600.00 | 29,000.00 | 23,760.00 | 25,300.00 | -4,620.00 | -15.44 |
| 10 | JLT | NOGOON KHUGJIL | 624,089 | 44,329,521.88 | 244.00 | 24.04 | 239.78 | 218.87 | 1,046.72 |
| 11 | SUU | SUU | 157,163 | 39,875,971.33 | 262.00 | 249.00 | 253.89 | -1.12 | -0.44 |
| 12 | SHG | SHARYN GOL | 14,881 | 38,849,906.00 | 3,163.00 | 2,112.00 | 3,100.00 | 801.00 | 34.84 |
| 13 | RMC | REMICON | 566,336 | 19,032,082.03 | 36.00 | 30.20 | 35.85 | -0.83 | -2.26 |
| 14 | JTB | GENCO TOUR BUREAU | 273,880 | 17,814,382.83 | 70.40 | 60.00 | 67.98 | 7.36 | 12.14 |
| 15 | ATR | ATAR-URGUU | 231 | 16,461,500.00 | 80,000.00 | 62,000.00 | 77,150.00 | 20,150.00 | 35.35 |
| 16 | BDS | BDSEC | 13,863 | 16,432,215.00 | 1,200.00 | 1,151.00 | 1,180.00 | -31.00 | -2.56 |
| 17 | MRX | MEREX | 447,611 | 13,054,197.00 | 35.00 | 27.00 | 32.10 | 2.10 | 7.00 |
| 18 | ADU | KHUVSGUL ALTAN DUUL- | 2,864 | 11,550,512.00 | 4,033.00 | 4,033.00 | 4,033.00 | 526.00 | 15.00 |
| 19 | UID | UID | 16,758 | 8,298,038.00 | 515.00 | 461.00 | 515.00 | 7.95 | 1.57 |
| 20 | BAN | BAGANUUR | 2,973 | 6,526,101.00 | 2,390.00 | 2,061.00 | 2,086.00 | -214.00 | -9.30 |

Most advanced stocks

/2018.01.02-2018.01.31/

| № | Name of company | Volume /Unit/ | Closing price | | Change /MNT/ | Percentage change |
|----|--------------------------|---------------|---------------|------------|--------------|-------------------|
| | | | 2018-01-02 | 2018-01-31 | | |
| 1 | NOGOON KHUGJIL | 624,089 | 24.04 | 239.78 | 215.74 | 897.42 |
| 2 | GONIR | 208 | 285.00 | 460.00 | 175.00 | 61.40 |
| 3 | KHUNNU MANAGEMENT | 6,005 | 23.21 | 35.29 | 12.08 | 52.05 |
| 4 | SHARYN GOL | 14,881 | 2,299.00 | 3,100.00 | 801.00 | 34.84 |
| 5 | EUROASIA CAPITAL HOLDING | 3 | 251.20 | 332.21 | 81.01 | 32.25 |
| 6 | E-МОННЭ | 110 | 542.00 | 716.79 | 174.79 | 32.25 |
| 7 | MONGOL SHEVRO | 50 | 1,180.00 | 1,550.00 | 370.00 | 31.36 |
| 8 | ERDENET AUTOZAM | 126 | 373.00 | 480.00 | 107.00 | 28.69 |
| 9 | ATAR-URGUU | 231 | 62,000.00 | 77,150.00 | 15,150.00 | 24.44 |
| 10 | MON NAB | 250 | 1,853.00 | 2,300.00 | 447.00 | 24.12 |
| 11 | GLOBAL MONGOLIA HOLDING | 63 | 1,109.00 | 1,350.00 | 241.00 | 21.73 |
| 12 | E-TRANS LOGISTIC | 31,269 | 85.00 | 100.00 | 15.00 | 17.65 |
| 13 | TAVAN TOLGOI | 58,817 | 8,940.00 | 10,410.00 | 1,470.00 | 16.44 |
| 14 | NOYOT KHAIRKHAN | 90 | 1,000.00 | 1,150.00 | 150.00 | 15.00 |
| 15 | SELENGE SUREG | 10 | 3,600.00 | 4,140.00 | 540.00 | 15.00 |
| 16 | KHUVSGUL ALTAN DUULGA | 2,869 | 3,507.00 | 4,033.00 | 526.00 | 15.00 |
| 17 | AZIK | 87 | 1,955.00 | 2,248.00 | 293.00 | 14.99 |
| 18 | UNDURKHAN | 5 | 9,775.00 | 11,240.00 | 1,465.00 | 14.99 |
| 19 | KHUKH GAN | 58,796 | 70.00 | 80.00 | 10.00 | 14.29 |
| 20 | OLLOO | 659 | 58.00 | 66.00 | 8.00 | 13.79 |

Most declined stocks

/2018.01.02-2018.01.31/

| № | Name of company | Volume /Unit/ | Closing price | | Change /MNT/ | Percentage change |
|----|--------------------|---------------|---------------|------------|--------------|-------------------|
| | | | 2018-01-02 | 2018-01-31 | | |
| 1 | MOGOIN GOL | 210 | 11,440.00 | 8,000.00 | -3,440.00 | -30.07 |
| 2 | UVS CHATSARGANA | 110 | 750.00 | 546.00 | -204.00 | -27.20 |
| 3 | MONNOOS | 132 | 3,799.00 | 3,000.00 | -799.00 | -21.03 |
| 4 | MATERIAL IMPEX | 513 | 10,900.00 | 9,000.00 | -1,900.00 | -17.43 |
| 5 | KHISHIG UUL | 52 | 1,000.00 | 838.50 | -161.50 | -16.15 |
| 6 | TALKH CHIKHER | 1,816 | 29,920.00 | 25,300.00 | -4,620.00 | -15.44 |
| 7 | IKH BARILAG | 12 | 5,000.00 | 4,251.00 | -749.00 | -14.98 |
| 8 | MONGOL NEKHMEL | 107 | 6,995.00 | 5,950.00 | -1,045.00 | -14.94 |
| 9 | JUULCHIN GOBI | 14 | 4,131.00 | 3,515.00 | -616.00 | -14.91 |
| 10 | SOR | 840 | 1,139.00 | 970.00 | -169.00 | -14.84 |
| 11 | BUUNII KHUDAKDAA | 1,194 | 469.00 | 400.00 | -69.00 | -14.71 |
| 12 | ITOOLS | 597,379 | 185.06 | 158.00 | -27.06 | -14.62 |
| 13 | JUULCHIN DUTE FREE | 14 | 93,120.00 | 80,000.00 | -13,120.00 | -14.09 |
| 14 | BINSE | 5 | 407.00 | 350.00 | -57.00 | -14.00 |
| 15 | KHERLEN KHIVS | 2,050 | 109.60 | 95.00 | -14.60 | -13.32 |

TENDER OFFER MADE BY THE CONTROLLING BLOCK HOLDER OF "ATAR URGUU" JSC

According to the provision 57.1 of Company Law, the provision 22 of Securities Market Law and the provision 3.1 of "FRC Rules on Tender offering to buy shares of joint stock company", "Atar-Urguu" JSC's controlling block holder "Ulaanbaatar Guril" LLC has made a tender offer to buy the outstanding 104,712 units of shares at the price of MNT57'007 per share /The weighted average rate for the last six months/ from other shareholders of the company.

| | |
|---|-------------------|
| The proposed buyout price per share: | MNT57'007 |
| The proposed unit of shares: | 104,712 |
| The starting date of the offer: | January 15, 2018 |
| The ending date of the offer: | February 15, 2018 |
| The payment date: | February 20, 2018 |

Address: Ulaanbaatar, Khan-Uul District, 3rd khoroo, Chinggis Avenue, Tavan Bogd LLC center building.

For detailed information, please contact at 345225.

MSE REVISES LISTING RULES INTRODUCING DUAL-LISTING AND SENDS TO FRC FOR APPROVAL

The legal framework for dual-listing was established with the approval of the revised Securities Market Law in 2013, however, the companies operating in Mongolia that are listed on foreign stock exchanges were unable to list their shares on the MSE due to the absence of a dual-listing regulation.

Therefore, the MSE and the FRC formed a working group to develop the "Regulation on Registering the Shares of Foreign-Listed Companies and the Shares of Domestic Listed Companies Listing Overseas", which was approved by the FRC Meeting on November 24, 2017.

In conformity with the above regulation, MSE revised its 'Listing Rules' introducing new rules for dual-listing and improving the listing procedures in line with international practices by the Resolution No.2018/01 of the Board of Directors of MSE and sent to FRC for approval.

The highlights of the revised 'Listing Rules' are as follows:

- The regulations for dual-listing including the waivers and exemptions are provided;
- Listing criteria and requirements are updated

including a new section for mining companies;

- Listing fees are set to be calculated from the total market capitalization. In order to promote good corporate governance, the companies in Board I of the listing classification will receive discounts on their listing and annual fees.

- In order to promote the sustainable activities of listed companies, the companies with operations that promote sustainable development shall receive discounts on their listing and annual fees.

MSE Listing Rules are crucial in defining the initial listing criteria for issuers as well as the ongoing obligations as a listed company, therefore these rules are required to take effect with the approval of the FRC in order to facilitate dual-listing on the MSE.

MSE REVISES RULES ON INDEX CALCULATION AND SENDS TO FRC FOR APPROVAL

MSE has been calculating its market index since 1995. The MSE Board of Directors has approved the revised 'Rules on Index calculation' by Resolution No.:2017/09 of 2017 and sent it to FRC for approval. The notable changes on the revised "Rules on Index Calculation" are as follows:

Free floating shares of index constituents to be narrowed down

Index calculation based on the free floating shares is more accurate and therefore, our current calculation deducts the shares under state ownership from the total shares for index calculation purposes. In order to further improve the description of free floating shares, the share ownership of investors holding 5% or more of the total shares will also be deducted.

Tier I and Tier II index to be calculated in addition to TOP-20 index

MSE's listed companies classified into Tier I, II and III based on the listing criteria. Introducing new indices based on Tier I and II companies will not only better demonstrate which Tier companies determine the market trend, but also facilitate the creation of first index-based products.

MSE All index to be terminated

Most companies classified in Tier III are inactive and inclusion of such companies in the index calculation will hinder the accurate depiction of market trend, reducing the intensity of market growth or decline. As such, MSE All index calculation will be terminated.

Index constituents to be renewed once a year

TOP-20 index constituents are renewed twice a year. Changing the frequency of updating the index constituents to once a year not only makes the practice in line with international standards but also offer more stability for the investment portfolio and reduce costs for those that are tracking the index. MSE 'Rules on Index Calculation' will take effect upon the approval by the FRC.

MSE REVISES TRADING RULES AND SENDS TO FRC FOR APPROVAL

The MSE Board of Directors has approved the amendments to the 'Trading Rules' by Resolution No.:2017/08 of 2017 and sent it to FRC for approval. The notable changes among the amendments to the 'Trading Rules' are as follows:

Closing price to be calculated as a weighted average of the trades within the last hour prior to trading close

The closing price determines the upper and lower limit of the next day's trading price. The closing price has been calculated as a weighted average of the all day trading, which is being revised as the weighted average of the trades within the last hour prior to the trading close. This will make the calculation of the closing price more accurate reflection of the price trend within the trading day.

Upper price limit for block trade to be removed

Block trades should be executed by price that is fair to the market, therefore MSE imposed 15% price limit from the previous day close on block trade price. As some securities are not regularly traded and therefore tend to be undervalued, the upper price limit is being removed.

Order disclosed quantity' function to be activated

Millennium IT trading program has a function that enables the traders to disclose only a part of the order quantity, also known as iceberg order. Once activated, this function will enable trades to execute large orders without affecting the market activity and the price of the security.

New order types to be introduced

With the amendments to the 'Trading rules', new order types will be introduced. For instance, Fill or Kill order type enables the trades to fill the order completely as soon as the order is entered or otherwise cancels the order. Minimum Fill order specifies the minimum quantity for execution and if the minimum quantity is not executed, the order is cancelled. These new order types will enable the traders to submit orders with different specification that suit their needs and enhance the trading experience.

The amendments to the 'Trading Rules' will take effect upon the approval by the FRC.

MSE GRANTS MEMBERSHIP FEE DISCOUNT TO SOME SECURITIES COMPANIES

According to the Order No.: A/4 of CEO of MSE based on Company Law of Mongolia, Charter of MSE, and Membership Rule of MSE, the six securities companies each of which accounts for more than 5 percent of the total securities trading of 2017 were granted 10 percent discount on MSE's annual membership. The securities companies are as follows:

1. Novel Investment
2. BDSec
3. Mirae Asset Securities Mongolia
4. Golomt Capital
5. TDB Capital
6. Tenger Capital

MONGOLIAN STOCK EXCHANGE



Ulaanbaatar 15160, Mongolia
Sukhbaatar square-3
Mongolian Stock Exchange



+976 11-313747



+976 11-325170



Info@mse.mn



WWW.MSE.MN