



11 January 2013  
(8th edition)

# MONGOLIAN STOCK EXCHANGE E-NEWSLETTER

## Draft “Securities Markets Law” has been submitted to State Great Khural (the Parliament)

Draft “Securities Markets Law” has been submitted to State Great Khural (the Parliament) by Minister of Economic Development N.Batbayar on 7 January 2013.

“Securities Markets Law”, which is the main document to regulate the securities market was first passed in 1994 and then revised in 2002.

Following the development of the capital markets, there is an increased demand and necessity from companies to issue new securities and raise capital from domestic and foreign markets. Thus, the reform of the capital markets legal and regulatory environment such as improving the basic stage service standards, improvement of organizational capacity and strengthening requirements for professional participants in the securities market has become a pressing issue.

Therefore, the revised ‘Securities Markets Law’ reflects better protection of the rights of investors, more transparency in the securities market and detailed and clear specification of the types of professional operations in the securities market and requirements thereof. Also, in addition to defining roles of competent state authorities, and ways, types and differences to implement their power in the securities market and ways to implement their full authority and legal and statutory rights, it defines legal status of self-regulatory organization, and states their full authority and membership matters.

Furthermore it clearly defines relationships related to the requirements for public offer of securities, disclosure requirements in the securities’ prospectus, accountability and responsibility of the issuer to minimize the risks to shareholders and matters relating to the issue of depository receipts based on underlying securities.

The approval of the revised draft “Securities Markets Law” would be a major step in developing Mongolian capital market legal environment in line with international standards.

### Capital market’s open day event of capital market to be held

Within the frame work of CELEBRATING 22ND ANNIVERSARY OF DOMESTIC CAPITAL MARKETS ESTABLISHMENT, Mongolian Stock Exchange JSC /MSE/ is initiating a “CAPITAL MARKETS’ OPEN DAY” to be conducted at MSE building on Saturday, January 26, 2013.

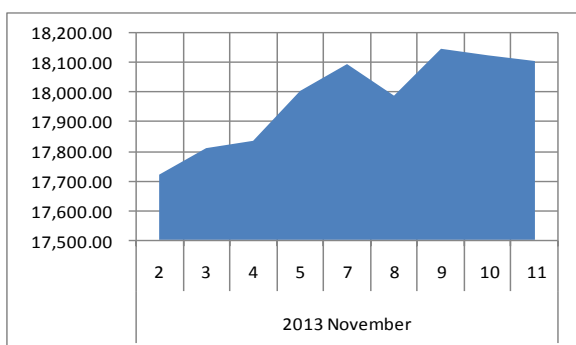
Market participants such as Mongolian Stock Exchange, Financial Regulatory Committee, Securities Clearing House and Central Depository, Mongolian Association of Securities Dealers, broker dealer companies and clearing and settlement banks will be providing one-stop services such as providing securities account information, providing trading information and information about joint stock companies, opening a securities account, opening clearing and settlement accounts, accepting suggestions and complaints associated with securities and providing investment advisory services expeditiously.

#### News review:

- Draft “Securities Markets Law” has been submitted to State Great Khural (the Parliament)
- Capital market’s open day event of capital market to be held
- Market data
- Some Government bonds’ principal and interest payment has been fully paid
- Listed companies’ information
- Training to give basic education of securities market will begin on 17 January 2013

## Market at-a-glance

### TOP-20 index performance for the last 2 weeks



From 02 January 2013 to 11 January 2013, 2.4 million shares of 68 companies worth MNT 978.9 million have been traded through 9 trading sessions.

The most actively traded stocks by value were “Remicon” JSC with MNT 307.1 million traded, “APU” JSC with MNT 159.9 million and “BDSec” JSC with MNT 147.8 million, traded respectively.

#### Securities’ trading

2 weeks:

Volume

2.4 million

Value

MNT 987.9 million

# of traded companies

68

Top gainers:

Tsagduultai /HAM/ +74.64%

Naco fuel /NKT/ +28.12%

Mongol savkhi /UYN/ +22.9%

Top losers:

Juulchin gobi /JGV/ -13.46%

Shivee oovo /SHV/ -12.15%

Aduunchuluun /ADL/ -11.26%

Market capitalization:

MNT 1,819.6 billion

Index:

TOP-20

Website:

[www.mse.mn](http://www.mse.mn)



11 January 2013  
(8th edition)

# MONGOLIAN STOCK EXCHANGE E-NEWSLETTER

## Some Government bonds' principal and interest payment has been fully paid

According to Mongolian Stock Exchange Chief Executive Officer's Decree No:6 of January 10, 2013, government bonds issued by the Ministry of Finance on October 8, 2011 and traded

through the Mongolian Stock Exchange (with par value of MNT100,000 and the following quantities and codes: 70000 bonds coded 1015, 30000 bonds coded 1084, 20000 bonds coded 1085) were

delisted from MSE securities list due to their full payment of the principal and interest payments being paid.

## Attention to "Darkhan guril tejeel" JSC shareholders

Financial Regulatory Committee /FRC/ has approved an offer to buy 216,217 shares equal to 35.18 percent of 'Darkhan guril tejeel' / MSE : DAR / JSC for not less than MNT 1032 /one

thousand thirty two/ per share, made by S.Namsraijav, D.Baldan-Ochir, B.Tuvshintur, B.Tuvshinjargal and G.Bayart, related parties that currently hold total of 398,386 shares or

64.82 percent of the company. According to FRC resolution, the offer is valid for 60 business days beginning December 26, 2012.

## "Khurkh gol" JSC shares have been delisted from Mongolian Stock Exchange

According to FRC Resolution no: 337 of October 28, 2012, clause 34.1.1 of the 'Securities Markets Law', clause 23 of the 'Company Law' and 'Khurkh

gol' (MSE:HRH) JSC's request of December 12, 2012, the total of 153,365 shares were delisted from the MSE securities list. The company was delisted

due to the change in company's form into Limited Liability Company.

## "Argai best" LLC license to undertake broker, dealer activities has been invalidated

Financial Regulatory Commission revoked the license for brokerage and securities dealing activities of "Argai Best" LLC by its resolution no: 374 of December 26, 2012 due to its breach

of cause 8.2.8 of FRC "Regulation on Licensing Professional Activities in Securities Market", Clause 27.3.2 of the "Securities Markets Law" and Clause no: 14.1.4 of the "Law on Li-

censing". The company's right to participate in securities trading was suspended pursuant to the order no: 177 of a state inspector on December 28, 2012.

## Training to give basic education of securities market will begin on 17 January 2013

The "Training to give basic education of securities market" that is organized by Mongolian Stock Exchange will be taught by senior staff, highly experienced staff and professionals who work

in financial market organization such as Financial Regulatory Commission, Mongolian Stock Exchange, broker dealer companies and other professional organizations and by university and insti-

tute teachers.

For the detailed information:

Web : [www.mse.mn](http://www.mse.mn) or Tel: [11-313747](tel:11-313747).