



E-Newsletter

Mongolian Stock Exchange

Edition № 17

July • 2013

OVER 1 BILLION MNT GOVERNMENT BONDS TRADE ON MONGOLIAN STOCK EXCHANGE



FINANCIAL REGULATORY COMMISSION DECISIONS

REVISED SECURITIES LAW OVERVIEW SES- SION HELD ON 4 JULY 2013



“НАКО ТҮЛШ” ХК



SHARYN GOL JSC

“SHARYN GOL” JSC
MAKES TENDER OFFER
TO BUY “NACO TULSH”
JSC’S SHARES

Events

- Government bonds worth MNT 1 billion were traded on Mongolian Stock Exchange
- Financial regulatory commission resolutions 258, 259, and 263
- “Sharyn gol” JSC tender offer to buy “Naco tulsh” JSC’s shares on a voluntary basis
- Securities internet order service offered by “TDB Capital” LLC
- Key items of new Securities Law has been introduced

Market statistics

- Monthly trading report - July 2013

GOVERNMENT BONDS TRADES

Government bonds worth MNT 1 billion were traded on Mongolian Stock Exchange

On 24 July 2013 government bonds worth MNT 1,010,360,000 were traded on Mongolian Stock Exchange following the initiative to ‘trade government long term debt securities through the Mongolian Stock Exchange in order to support the development of domestic capital market’ as stated in Parliament Resolution no.41 of 24 May 2013, regarding the ‘Measures to take in connection with the approval of Revised Securities law’.

Trading government bonds through the stock exchange will help improve market liquidity, and set a benchmark rate for short and long term debt instruments in financial markets.



DECISIONS OF THE FINANCIAL REGULATORY COMMISSION

- *To approve tender offers made by “Buyan” JSC and “Shimtgel” JSC;*
- *To delist “Makh” bond from the securities list*

By resolution no.: 258 from 23 July 2013, FRC approves tender offer made by “Buyan” (MSE:BYN) JSC’s shareholders with common interest, who own 49.2 percent of shares out of the company’s total issued shares of 77,116, to buy other shareholders’ shares for not less than MNT 200 (two hundred tugrugs). Valid duration of tender offer has been set for 60 working days starting from 17 July 2013.

By resolution no.: 259 from 23 July 2013, FRC approves tender offer made by shareholders with common interest of “Shimtgel” JSC - who own 73.69 percent of shares out of the company’s total issued shares of 36,195 - to buy rest shares for not less than MNT 1,000 (one thousand tugrugs). Tender offer valid duration will be 60 working days starting from 17 July 2013.

As “Makh” bond’s, a corporate bond with par value of MNT 10,000 (ten thousand tugrugs), annual interest of 16.2% and total of 439,954 bonds, principal and interest payment has been fully paid FRC approves to delist the bond from Mongolian Stock Exchange list and free its immovable asset collateral by its resolution no.: 263 of 23 July 2013.



“НАКО ТҮЛШ” ХК

Attention to “Naco tulsh” JSC shareholders

According to the Law on legal status of the Financial regulatory commission provisions 6.1.1, 6.2.2, Securities market law provisions 11.2, 34.1.8, and Financial regulatory commission “Rules on tender offering to buy shares of joint stock company on mandatory and/or voluntary basis” provision 3.3, Financial regulatory commission approved “Sharyn gol” (MSE:SHG) JSC’s tender offer to buy “Naco tulsh” JSC’s total issued shares, 12,615,721 shares or 100 percent, from the shareholders on a voluntary basis. The proposed buyout price is not less than MNT 209 (two hundred and nine tugrugs) per share. As stated in the FRC resolution, the offer is valid for 60 (sixty) working days starting from 27 June 2013.



Attention to “Hai B Oil” JSC shareholders

Financial regulatory commission approves tender offer made by “Firebird Global Master Holdings 2 S.A.R.L LLC” and “Firebird MF Holdings A.S.A.R.L” LLC - shareholders with common interest, which own 49.76 percent or 4,595,186 shares out of “Hai B Oil” (MSE:HBO) JSC’s total issued shares of 9,243,268 - to buy rest 50.24 percent or 4,639,082 shares owned by other shareholders for not less than MNT 198 (one hundred ninety eight tugrugs). Valid duration of the tender offer has been set for 60 working days starting from 27 June 2013.

SECURITIES INTERNET ORDER SERVICE

Securities internet order service

TDB capital is becoming first mover by introducing the service which will enable Mongolian securities market to level up to the international standards. With this service clients are able to place securities orders, check account balance from anywhere in the world, any time through internet connection and without any charges.

Once clients are subscribed to Internet order service, the following services are offered to them without any charges:



- Account balance check
- Transaction records
- Placing order for securities trading
- Account analysis
- Graphic analysis



PRESENTED KEY FEATURES OF THE REVISED SECURITIES LAW

On 4 July 2013 Mongolian stock exchange and Business Council of Mongolia organized Securities law overview session



Mongolian stock exchange successfully organized a conference with Business council of Mongolia about introduction of key items of Revised Securities law on 4 July 2013 between 9:30-12:30. In the event there were about 90 representatives, thereof regulatory bodies, professional organizations, law firms, investors and delegates of international organizations were attended.

During the conference speakers introduced Revised Securities market law basic clauses, the concept and key features of the new law, opportunities in the market, new products and services recognized by the law, marked participation of regulatory and professional organizations. As well as gave answers to questions of the topic.

Speechmakers pointed out that the new law aimed to protect investors' interests and rights by imposing stricter liabilities and obligations on market participants, likewise the law provides disclosure requirements to increase transparency and ensure adequate level of disclosure. "Therefore, the Revised Securities law provides provisions of post payment system of securities and a basic regulatory framework of custodial services. By the new law it becomes possible for dual listing of Mongolian listed companies abroad as well as listing of foreign listed companies Mongolia and issuance of depository receipts - where local companies will have capital raising opportunities from both domestic and foreign markets at the same time", highlighted speakers.

We will give more detailed information about the Revised Securities law on our next edition.

MONTHLY TRADING REPORT

1 July-31 July, 2013

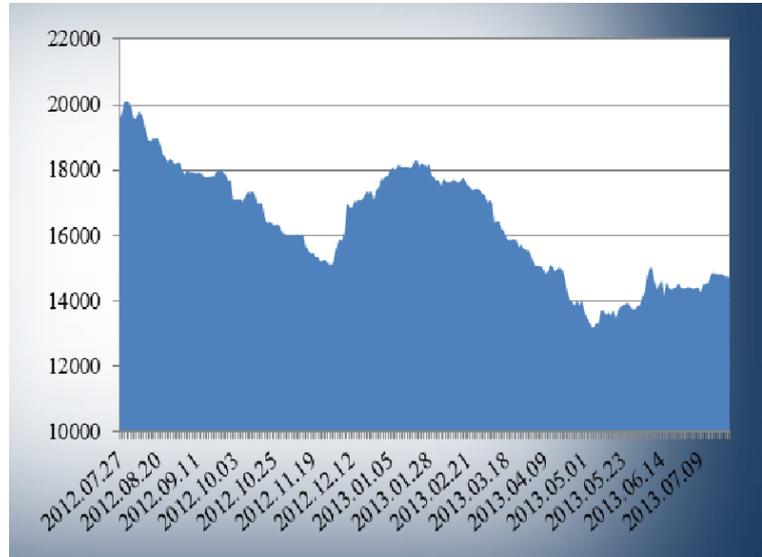
Brief statistics

Traded volume	1 289 017
Total traded value /MNT/	1 572 778 045
Number of transactions	898
Number of traded securities	83
Market capitalization /MNT/	1 421 658 317 294

TOP-20 Index

Close	14 414,23
Pre-Close	14 363,27
Change/MNT/	50,96
Change /%/	2,47%
52 weeks High	20 438,64
52 weeks Low	13 188,46

TOP - 20 INDEX



Actively traded securities:

By volume:

No	Symbol	Securities name	Volume	Price
1	RMC	REMICON	539 016	95 119 761
2	MIB	MONINJBAR	402 700	120 410 000
3	HGN	KHUKH GAN	86 554	12 078 703
4	HRM	HERMES CENTER	48 159	5 189 114
5	APU	APU	30 537	112 990 763

By value:

No	Symbol	Securities name	Volume	Price
1	MIB	MONINJBAR	402 700	120 410 000
2	APU	APU	30 537	112 990 763
3	RMC	REMICON	539 016	95 119 761
4	TTL	TAVAN TOLGOI	10 053	36 424 733
5	GOV	GOBI	3 473	17 692 438

Risers:

No	Symbol	Securities name	Pre-close	Closing price	Change		52 weeks	
					MNT	%	High	Low
1	BTR	BAYANTOOROI	970	1 437	467	48,14	1 437	1 115
2	BHR	BAYANKHAIRHAN	200	265	64,5	32,25	265	230
3	HHC	BISHRELT INDUSTRIAL	2 499	3 300	801	32,05	3 300	2 870
4	BHL	BUUNII HUDALDAA	580	749	168,5	29,05	767	667
5	ZOO	ZOOS GOYOL	1 031	1 300	269	26,09	1 430	1 030

Fallers:

No	Symbol	Securities name	Pre-close	Closing price	Change		52 weeks	
					MNT	%	High	Low
1	OLL	OLLOO	145	115	-29,57	-20,45	130	115
2	SUL	GAZAR SHVLJMEI	33 000	27 500	-5500	-16,67	32 800	27 000
3	BAN	BAGANUUR	4 950	4 202	-748	-15,11	4 800	4 202
4	SHV	SHIVEE OVOO	8 000	6 800	-1200	-15,00	7 700	6 800
5	UND	UNDRAGA-UMNUGOBI	3 700	3 145	-555	-15,00	3 145	3 145