

*E-NEWSLETTER 47th. edition*



## *Securities Market*

# E-NEWSLETTER 47 edition

# Securities Market

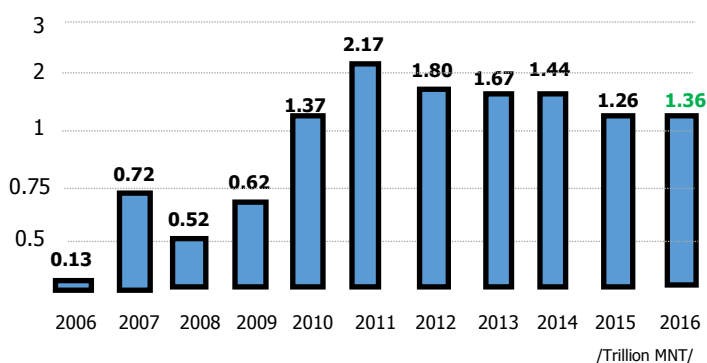
November 2016

## Stock trading

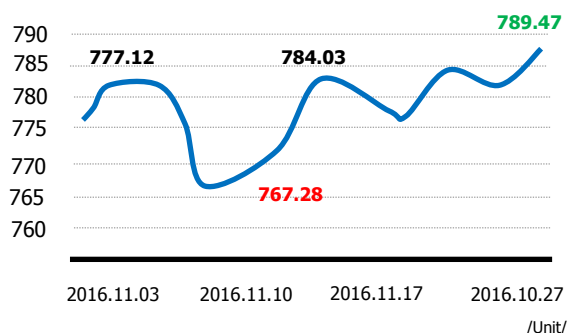
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<b>Traded volume</b>	<b>3,233,232</b>
Total value /MNT/	45,857,705,293
Number of securities transaction	1,233
Number of traded securities	72
Market capitalization	1,363,942,364,491.11
MSE All index	789.47
Top-20 index	11,093.11

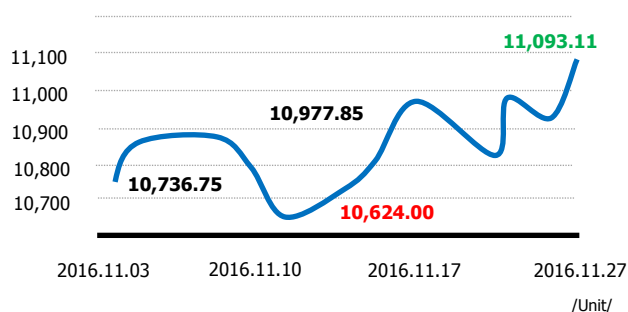
## Market capitalization



## MSE ALL index



## TOP-20 index



## Listed Joint Stock Companies

<b>Total</b>	<b>228</b>
State-owned	19
Partially state-owned	15
Private	194
Listing Classification "I"	7
"II"	46
"III"	175

## Member Securities Companies

<b>Total</b>	<b>58</b>
Special license /Underwriter, Broker, Dealer/	26
Special license /Broker, Dealer/	29

## Trading activities for Securities companies

As of 30 November 2016

Сим бол	Company name	Buy		Sell		Trading value /buy sell/
		Volume	Value	Volume	Value	
1	Ard Securities LLC	1,883,149	513,726,628.00	1,889,550	527,119,895.88	1,040,846,523.88
2	MIBG LLC	348,839	198,969,761.40	354,360	207,796,296.00	406,766,057.40
3	BDSec JSC	199,352	66,289,540.38	215,752	112,122,901.80	178,412,442.18
4	Standard Investment LLC	76,800	64,151,546.50	21,257	12,649,952.40	76,801,498.90
5	Monsec LLC	37,150	45,021,585.00	7,885	14,025,494.90	59,047,079.90
6	TDB Capital LLC	28,494	17,186,655.20	57,101	22,945,620.20	40,132,275.40
7	Golomt Securities LLC	23,287	24,856,968.00	38,988	13,341,446.00	38,198,414.00
8	Novel investment LLC	15,531	24,034,623.00	8,569	11,413,038.00	35,447,661.00
9	Bumbat-Altai LLC	27,084	15,667,509.00	28,092	19,063,389.00	34,730,898.00
10	Zerged LLC	18,373	9,425,258.50	37,409	17,486,898.50	26,912,157.00
11	Asia Pacific Securities LLC	3,221	1,539,960.00	13,344	13,963,533.00	15,503,493.00
12	Mongol Securities LLC	5,686	13,682,725.00	38	334,400.00	14,017,125.00
13	Tulgat Chandmani Bayan LLC	23,768	10,061,923.00	1,630	2,817,120.00	12,879,043.00
14	Sanar LLC	65	117,000.00	13,542	12,042,238.00	12,159,238.00
15	Darkhan Broker LLC	5,520	9,401,195.00	3,949	1,886,555.00	11,287,750.00
16	Bloomsbury Securities LLC	1,979	1,226,980.00	3,171	8,181,201.60	9,408,181.60
17	Ard Capital Group LLC	17,969	6,805,800.00	1,157	2,342,330.00	9,148,130.00
18	Gauli LLC	5,229	1,662,250.00	10,017	6,433,833.50	8,096,083.50
19	Ace and T Capital LLC	540	210,400.00	18,407	6,820,287.00	7,030,687.00

## Actively traded securities

As of 30 November 2016

No	Sym- bol	Securities Name	Volume	Value	High	Low	Open	Close	Change /Unit/	Change %/
1	MNP	MONGOL POST	1,895,024.00	513,320,098.70	340.00	238.00	278.00	339.20	61.20	22.01
2	APU	APU	334,527.00	122,683,107.98	400.00	350.00	400.00	365.63	-34.37	-8.59
3	TTL	TAVANTOLGOI	47,295.00	106,309,246.00	2,850.00	1,770.00	2,850.00	2 757.00	864.00	45.64
4	GOV	GOVI	5,554.00	53,155,375.00	10,770.00	8,795.00	10,770.00	10 340.00	1,540.00	17.50
5	SOI	EUROFEU ASIA	25,000.00	45,000,000.00	1,800.00	1,800.00	1,800.00	1 800.00	0.00	0.00
6	BNG	BAYANGOL HOTEL	520.00	21,731,000.00	42,000.00	40,000.00	42,000.00	42 000.00	2,00000	5.00
7	SHG	SHARYN GOL	8,279.00	20,668,377.00	2,502.00	2,299.00	2,502.00	2 499.00	474.00	23.41
8	MMX	MAKH IMPEX	7,655.00	19,928,113.00	2,650.00	2,600.00	2,650.00	2 600.00	-49.00	-1.85
9	NEH	DARKHAN NEKHII	998.00	19,627,790.00	20,500.00	19,000.00	20,500.00	19 890.00	890.00	4.68
10	SUU	SUU	148,535.00	18,856,634.50	135.00	120.00	135.00	134.50	0.50	0.37
11	HBO	HAI BI OIL	67,290.00	12,467,422.00	200.00	175.00	200.00	185.00	-25.00	-11.90
12	BDS	BDSEC	7,407.00	10,369,800.00	1,400.00	1,400.00	1,400.00	1 400.00	99.00	7.61
13	TCK	TALKH CHIKHER	470.00	8,386,580.00	19,000.00	17,120.00	19,000.00	18 070.00	970.00	5.67
14	HSG	HUSUG TRADE	5,082.00	7,114,800.00	1,400.00	1,400.00	1,400.00	1 400.00	0.00	0.00
15	HGN	HUH GAN	94,200.00	5,649,517.00	69.00	59.90	69.00	59.90	4.89	8.89
16	MDR	FRONTIER LAND GROUP	10,008.00	4,493,592.00	449.00	449.00	449.00	449.00	-1.00	-0.22
17	BAN	BAGANUUR	2,162.00	4,365,190.00	2,190.00	1,900.00	2,190.00	2 150.00	240.00	12.57
18	ATR	ATAR-URGUU	70.00	4,344,000.00	63,000.00	62,000.00	65,000.00	62 000.00	-3,000.00	-4.62
19	HRM	HERMES CENTER	25,641.00	3,589,740.00	140.00	140.00	140.00	140.00	0.00	0.00
20	MIE	MATERIALIMPEX	436.00	3,573,450.00	8,700.00	8,000.00	8,790.00	8 000.00	-790.00	-8.99

## Securities with most growth

As of 30 November 2016

№	Securities Name	Volume	Closing price		Change /MNT/	Change /Percentage/
			2016-10-31	2016-11-30		
1	KHISHIG UUL	412.00	575.00	870.00	370.00	74.00%
2	TAVAN TOLGOI	47,295.00	1,770.00	2,757.00	864.00	45.64%
3	SHARYN GOL	8,279.00	2,299.00	2,499.00	474.00	23.41%
4	MONGOL POST	1,895,024.00	238.00	339.20	61.20	22.01%
5	GOVI	5,554.00	8,795.00	10,340.00	1,540.00	17.50%
6	UBS CHATSARGANA	31.00	874.00	888.00	128.00	16.84%
7	NOYOT KHAIRKHAN	2.00	1,270.00	1,270.00	165.00	14.93%
8	TEKHNIC IMPORT	2.00	6,125.00	6,125.00	795.00	14.92%
9	MONINJBAR	2.00	152.00	172.00	22.00	14.67%
10	MONGOL ALT	5.00	3,600.00	4,100.00	500.00	13.89%
11	BAGANUUR	2,162.00	1,900.00	2,150.00	240.00	12.57%
12	REMICON	2,612.00	50.00	56.00	5.90	11.78%
13	KHUKH GAN	94,200.00	59.90	59.90	4.89	8.89%
14	HUVSGUL	40.00	55.00	55.00	4.00	7.84%
15	BDSEC	7,407.00	1,400.00	1,400.00	99.00	7.61%
16	TALKH CHIKHER	470.00	17,120.00	18,070.00	970.00	5.67%
17	BAYANGOL HOTEL	520.00	40,000.00	42,000.00	2,000.00	5.00%
18	DARKHAN NEKHII	998.00	19,000.00	19,890.00	890.00	4.68%
19	HUVSGUL USAN ZAM	93.00	370.00	375.00	5.00	1.35%
20	OLLOO	789.00	80.00	80.00	1.00	1.27%

## Securities with most decline

As of 30 November 2016

№	Securities Name	Volume	Closing price		Change /MNT/	Change /Percentage/
			2016-10-31	2016-11-30		
1	GAN KHERLEN	70.00	5,640.00	4,100.00	-1,540.00	-27.30%
2	SILICAT	1,573.00	248.00	191.00	-34.00	-15.11%
3	BINSE	50.00	555.00	472.00	-83.00	-14.95%
4	MONGOL SAVKHY	2,196.00	610.00	545.00	-95.20	-14.87%
5	BAYALAG NALAIKH	100.00	275.00	235.00	-40.00	-14.55%
6	KHERLEN KHIYS	90.00	146.00	125.00	-21.00	-14.38%
7	GAN KHIITS	2.00	15,300.00	13,100.00	-2,200.00	-14.38%
8	MONGOL SHEVRO	61.00	1,380.00	1,200.00	-180.00	-13.04%
9	TUSHIG UUL	520.00	411.05	360.00	-51.05	-12.42%
10	HAI BI OIL	67,290.00	200.00	185.00	-25.00	-11.90%
11	DARKHAN KHUNS	42.00	5,740.00	5,100.00	-640.00	-11.15%
12	TEEVER DARKHAN	74.00	15,300.00	13,600.00	-1,700.00	-11.11%
13	MONGOL NEKHMEL	20.00	5,500.00	5,090.00	-610.00	-10.70%
14	ULAANBAATAR KHIYS	28.00	10,000.00	9,020.00	-980.00	-9.80%
15	GUTAL	94.00	14,510.00	13,090.00	-1,420.00	-9.79%

**ALTAI.KH: LET'S TALK ABOUT WHY WE SHOULD BUY MONGOLIAN STOCK EXCHANGE  
INSTEAD OF SELL IT**



**-Government of Mongolia made a decision to privatize the several state-owned organization including Mongolian Stock Exchange/MSE/ itself. As MSE conducts IPO itself, it will show good privatization example. Is it right?**

-Yes, MSE could be a perfect example of privatization and MSE should be privatized.

Recently, the Government and Ministry of finance reported on decision to privatize state-owned enterprises. I want to say that Altai.Kh is not the subject to make decision on privatization or to organize any privatization process. However, I will give you answers on your question, Is MSE ready for privatization? If it is, I just want to say about what kind of business MSE operates and point out privatization's process.

MSE building is one of historical buildings which locates center of city.

The building of MSE built in 1946, and became first cinema named after Eldev-Ochir. In term of value, the building is memorable historical structure. Second, scope of reforming Mongolian capital market since 2011, the Millennium IT system was adapted from London Stock Exchange. Third, stock exchange is main player and main infrastructure of capital market; therefore, it is important channel to provide funds through capital market, or attract foreign and domestic investment.

**-I do understand that you are in side on privatization of MSE. Do you think now is the time for privatization?**

- It is important for MSE to be privatized in terms of its operation rather than raising capital for government budget. Maybe, MSE is only state-owned stock exchange in the world. I am explaining to you that why investors should buy MSE instead of focusing on selling MSE.

I want to start from very simple. Today, in term of business, MSE has stable condition. On the other hand,

the all infrastructures that needs for raising capital were established and legal regulations, and rules and regulations were approved in line of international standard. This is the project, which is ready for privatization.

**-Everyone talks about the high loan interest of commercial banks, and it is very risky for Mongolian financial market to having single supporting leg. Do you think MSE's privatization can be golden opportunity to develop capital market? Is it right?**

-I agree with you 100 percent. Even though we having high interest bank loan, the bank's loan still exist and commonly used by people. Despite MSE conducted 500 privatization successfully early in 90s, it conducted less than 20 IPO's in last 25 years.

Banks loan interest will go down when other financial source like capital market developed.

**-I heard behalf of government officials you were participated in "Mongolia Invest Summit" forum, which was held in Kong Hong in beginning of November. There were any good news about the forum, could you give me more information about it?**

-In 2010 and 2011, this investment conference "Mongolia Invest Summit" forum were held active and very wide participation of investors. Compared to previous years, this one did not held that wide. I participated in that forum representing MSE not for government officials. The atmosphere of forum was not so easy. We all know that the reputation of Mongolia went down. I do not need to explain why.

**-Could you tell me the main summary of "Mongolia Invest Summit 2016" investment forum?**

-Participators of this investment forum were mostly investors who already made investment in Mongolia such as listed companies of MSE and bond holders, rather than new investors. The interesting thing was there were more legal firms participated in that forum. I think, this investment forum was made a big attention to participators who were wondering about which way Mongolian will go.

**-What are you planning to do to increase foreign investment when foreign investment lost their confidence in Mongolian capital market?**

-It is right to talk about capital market rather than stock exchange. Capital market is the easiest and most efficient way to attract investment, and increase the flow of foreign currency.

Behalf of previous and today's CEO of MSE, I want to express about my opinion that why Mongolian capital market development is not working perfectly.

First of all, our market has very low liquidity, which causes halt for creation of new products into market. MSE needs to work and improve on settlement process even though other organization does all settlement.

Second, we need to have the internationally recognized index, which will attract foreign investment funds into our market. We have been trying to get internationally recognized index with FTSE in Great Britain since 2012, our settlement cycle still could not exceed their requirement for 4 years.

Once we finish all this work, our capital market will shift gear to development.

When people think about capital market, they see only Mongolian Stock Exchange. Even though MSE is front page of our market, there are many organization such as Mongolian Central Securities Depository, Mongolian securities clearing house, regulatory authorities and brokerage companies included in this market.

### LISTING AMENDMENT MADE TO “DARKHAN HOTEL” JSC

According to the Clause No.:51 of Company Law of Mongolia, Listing Rule of MSE, the Resolution of “Darkhan Hotel” JSC’s Board of Directors meeting dated 29 October 2016 and the Order No.:405 of CEO of MSE dated 09 November 2016, the listing amendment made to “Darkhan Hotel” JSC.

“Darkhan Hotel” JSC conducted stock split for 100 for 1 on its total of 89,453 shares at MNT100.0 per share changed to 8,945,300 shares at MNT1.00 per share.

### ATTENTION TO SHAREHOLDERS

#### **“KHANIIN MATERIAL” JSC**

Based on the Resolution No.: 04 of “Khaniin Material” JSC’s Board of Directors meeting, dated on 14 November 2016, the date of next shareholder meeting were announced.

Date: 26 December 2016, at 15:00

Registration date: 05 December 2016

Venue: Meeting room of Metropolis’s Property Relation Department, Ulaanbaatar

Issues will be discussed: 1. To nominate members of Board of Directors 2. Other

#### **“TEEVEER ACHLAL” JSC**

Based on the Resolution No.: 09 of Board of Directors meeting of “Teever Achlal” JSC, dated on 07 November 2016, the date of next shareholder meeting were announced.

Date: 2016.12.25 at 16:00

Registration date: 2016.12.02

Venue: Building of “Teever Achlal” JSC, khoroo-4, Bayangol district

Issues will be discussed: 1. To approve members of BoD 2. To approve large deal /transfer capital/

3. To release investment loan debt