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ANNUAL REPORT 2012



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## OUR MISSION

The mission of the Mongolian Stock Exchange is to add value to the capital raising and asset -management process of the Mongolian financial capital market by providing the high quality and the cost-effective marketplace for the trading of financial instruments and promoting confidence in the market for long-term.

## MESSAGE FROM THE CEO



### Dear Readers,

I would like to greet you all with the 22nd anniversary of the establishment of the Mongolian Financial Market and Stock Exchange.

2012 was a year full of historical developments and success for Mongolian Stock Exchange (MSE) and the capital market. The trading value was 145.1 billion Mongolian Tugrugs (MNT) or 104.2 million US dollars and 133.8 million securities, which shows an increase of 32.6% compared to the previous year. The performance of listed Mongolian public companies have become more successful in 2012 with the net issued dividend of 76.0 billion MNT or 54.60 million US dollars, an increase of 4.8 billion MNT or 3.4 million US dollars compared with the previous year.

We have been successfully implementing integrated trading, settlement, depository and the surveillance system, the "Millennium IT" under the "Master Services Agreement" on restructuring cooperation of Mongolian capital market concluded between Mongolian State Property Committee, Mongolian Stock Exchange and London Stock Exchange Group in July 2012. In addition, the establishment of fundamental factors in the development of the capital market in Mongolia was set well reaching international standards as a result of restructuring legal status of the capital market, introducing T+3 clearing and settlement system, and training core market participants for it.

Furthermore, we are greeting our 22nd year anniversary full of success such as Mongolia being included in FTSE Group, a world's leading index provider, list of possible inclusion as a "Frontier Country".

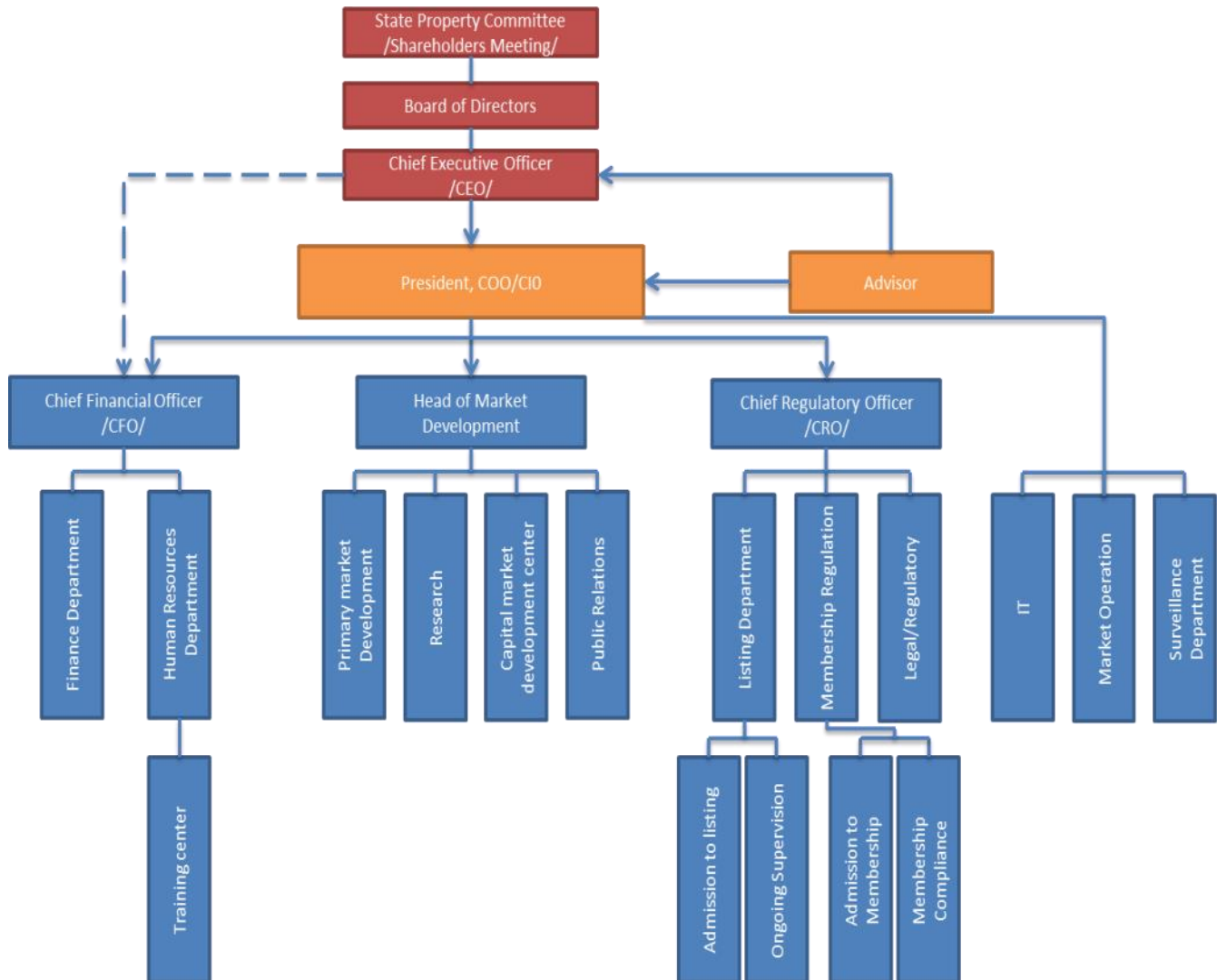
I wish all the market participants including all clients, investors, professional organizations and securities issuers that are working with us for development and reform of capital market, all the best on behalf of the Mongolian Stock Exchange team.

I am confident that the year 2013 will bring monumental success into the capital market of Mongolia.



Altai Khangai  
CEO  
Mongolian Stock Exchange JSC

## ORGANIZATIONAL STRUCTURE



### BOARD OF DIRECTORS

- BATGEREL.M**, Chairman
- DAAJAMBA.B**, Board Member
- BATKHUREL.G**, Board Member
- BAYAR.B**, Board Member
- KHURELBAT.A**, Board Member
- BAYANMUNKH.M**, Board Member
- BOLORMAA.D**, Independent Board Member
- GANBAT .CH**, Independent Board Member
- MAIZORIG.J**, Independent Board Member

### MANAGEMENT TEAM

- ALTAI.KH**, Chief Executive Officer
- SARUUL.G**, Chief Regulatory Officer
- BATBAYAR.E**, Chief Financial Officer

## OVERVIEW OF MSE DEPARTMENTS

**IT Department** is responsible for developing software programs, making amendments and changes to them, ensuring software programs reliability, installing internal network, main work server and IT equipment, and maintaining their reliable and normal functioning, and the servicing and repair of them.

**Trading Department** is responsible for providing security trading readiness, administering and monitoring trading, developing trading and market related information and news, and providing the public with this information.

**Listing Department** is responsible for listing securities, making changes to the listing, and delisting, set and enforce listing requirements, criteria and classification, enforce listed companies abidance of duties imposed by laws and rules, and improving their corporate governance.

**Surveillance Department** - its main mission is to monitor and provide security transaction fairness, transparency, and protect the common interests of investors.

**Department for Membership Regulation** is responsible for enlisting new companies into Mongolian Stock Exchange membership, monitoring daily operations of member companies and their engagement with given responsibilities by MSE. The department is also responsible for certifying market participants and issuing them rights to participate in trading, reporting news and announcements about member companies to the public.

**Department for Primary Market Development** is a department with direction and responsibility to cooperate with domestic and foreign entities that are aiming to raise capital through Mongolian Stock Exchange within its legally allowed scope, give them professional advice, and work by supporting them to issue securities on capital market and increase the number of quality products.

**Department for Media Relations** is responsible for informing the public of news of the securities market of Mongolia and the advertising of it, cooperating closely with professional media and information organizations, issuing printouts, organizing press conferences, information day events, interviews and conferences, providing the public with the capital market news and announcements via the official website of Mongolian Stock Exchange and educating the public.

**Capital Market Development Center** works in the direction of giving assistance to effectively organize the development of capital market and bringing it to international standard, and connect legal entities whose operations are dependent from capital market success and create multilateral cooperation among them.

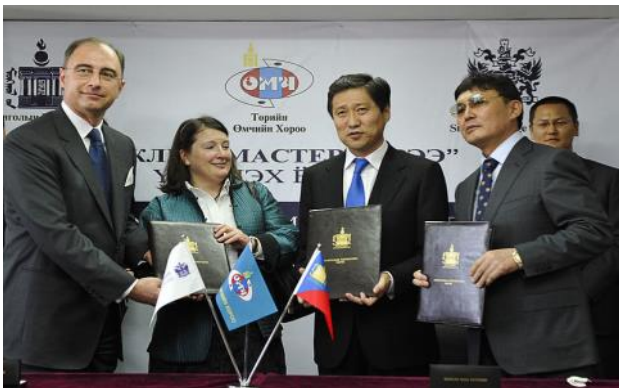
**Finance Department** is responsible for improving the company's finance, accounting and logistics, undertake calculation of securities trading commission, improve the organization's property and asset recording, storage and protection, and ensure the normal operation of the organization.

**Human Resources Department** improve the organization's internal organization, human resources composition and capacity of the personnel, create a condition for personnel with versatile knowledge and professionalism of finance and capital market to work for a long term and continuously develop human resources and create productive work.

## IMPLEMENTATION OF STRATEGIC PARTNERSHIP “MASTER SERVICES AGREEMENT”

Based on “General direction to develop Mongolian economy and society in 2012” approved by resolution no.:79 from 2009 by Mongolian Parliament and policy document titled “Regarding some measures to develop capital market” approved by resolution no.:115 from 2010 by Mongolian Government, Mongolian Government’s put a goal to develop Mongolian capital market into international standard, support and intensify rapidly growing domestic economy through capital market.

To implement this goal State Property Committee (SPC), London Stock Exchange Group (LSEG) have signed “Strategic Partnership Agreement” on 24 December 2010, and Mongolian Stock Exchange (MSE), SPC, LSEG have concluded “Master Service Agreement” on 07 April 2011 to develop the market and started the work of reform. Within framework of this agreement following works have been done in 2012:



April 07, 2011

MSA Signing Ceremony

### Establish an appropriate regulatory environment (Law, regulation and rules reform):

“Electronic trading system trading rule” and “Membership rule”, which are basic rules of Mongolian Stock Exchange operations, has been renewed conforming with the new system, and necessary amendments were made to Listing, Membership and other related rules and approved. Moreover, LSEG and MSE team have jointly made research and analysis and delivered related proposals to the project to draft new “Securities Market Law”.



December 17, 2012

“Millennium IT” System Launching Ceremony

### Implementation of new technology:

As stated in “Master Services Agreement”, LSEG subsidiary “Millennium IT” Software Limited company’s integrated securities trading, clearing and settlement, depository and surveillance system has been installed and implemented on domestic market and become fully operational, thus, beginning from 02 July 2012 Mongolian capital market trading, surveillance, clearing and settlement and securities depository began running on “Millennium IT” integrated trading system.

In connection with installing securities trading, clearing and settlement, depository and surveillance integrated solution, the “Millennium IT” system, securities’ trading

clearing and settlement has been shifted to T+3 post-paid system from prepaid system or client having to pay upfront for securities trading payment pre-placing it before giving orders.

Thus, by migrating to the new clearing and settlement system, securities clearing and settlement began to be made after 3 days of trading, and cash payment began to be made by Clearing banks, which gave investors flexible payment condition as well as chance to earn interest on their cash asset savings.



September, 2011

Training in London

#### **In the direction of developing and promoting the market:**

In 2012 Mongolian Stock Exchange worked paying special attention to promote and introduce the domestic capital market to international investors and for this goal has organized “IPO Mongolia 2012” conference in Ulaanbaatar on our own and introduced foreign investors about our country’s uniqueness and advantages, and organized meetings of domestic businesses with international investors and laid foundation of future cooperation. Also, we have successfully organized and gave presentations on “Mongolian Capital Markets Day” and “Mongolian-British Business Summit” in London with cooperation of LSEG, and a round table meeting titled “Economic Forum: Investing in Mongolia” in cooperation with General Consulate of Mongolia in Hong Kong S.A.R., P.R.C. in Hong Kong, respectively. We are concluding that regular participation and presentation in such conferences as “Clean Coal Asia summit” organized in Shanghai , “Mongolian Economic Forum 2012” organized in Ulaanbaatar and other international investment and economic forums, and running MSE promotion stand has contributed to the activate the market.

#### **Training of market participants:**

“Millennium IT” company’s system installation experts came to Ulaanbaatar to get the work done and during the work period regularly conducted training to make local brokers, Bank of Mongolia, FRC, MSE and SCHCD personnel master the new system.

With purpose of making news and information about MSE and capital market more available and understandable to the public, we have completely overhauled/renewed our website and preparing lessons and brochures about basic concepts of the capital market and delivering them through our website, and also organized training to give basic knowledge to the people seven times and prepared and directed more than 200 future investors, sector specialists.



Starting august 2012 Mongolian stock exchange media relations department has been registering stock market interested parties and individuals e-mail addresses on our web site and have been sending them official detailed biweekly report of the market in a form of electronic news for free and by the end of the year it reached over a 1000 subscribers.



## 2012 HIGHLIGHTS



*At the "Capital Markets Day" /April 30, 2012 London/*

### **February 28, 2012**

Mongolian Stock Exchange successfully organized a forum and an open-event with Mongolian International Capital Cooperation (MICC) named "IPO Workshop" to Mongolian influential entities, that are highly possible to issue new securities in our market. The event involved a lot of audience participation with people from over 50 of biggest entities of Mongolia and covered debate about the IPO in the capital market of Mongolia.

### **March 07, 2012**

MSE also organized the "IPO Mongolia Forum- 2012" under the auspices of the Prime Minister of Mongolia in cooperation with Mongolian Embassy in the United Kingdom and London Stock Exchange. The forum contributed a crucial factor not only in attracting international investors to Mongolian capital market but also encouraged Mongolian public companies in raising capital both on domestic and international stock exchanges. Forum participants comprised of 300 people of international and domestic investors and executive officers of TOP-100 entities of Mongolia.

### **April 30, 2012**

MSE organized the event "Mongolia's Capital Markets day" in London successfully. The event, comprised of 250 representatives of Mongolian effective entities, was intended to attract international investors to the capital market of Mongolia and acquainted Mongolian companies with possible investors.

## 2012 HIGHLIGHTS



*From the left: (1) Daajamba.B, Deputy Chairman of FRC, (2) David Lester, LSEG, (3) Altankhuyag.N, the Prime Minister, (3) Altai.Kh, CEO of MSE and (4) Batgerel.M, Chairman of MSE cutting the ribbon at opening ceremony for "Millennium IT" System*

### July 02, 2012

"Millennium IT" integrated system consists of four main software, namely Millennium Exchange, Millennium Clearing Settlement, and Depository, Millennium Surveillance, and Millennium Trader was introduced to the market successfully under "Master Services Agreement" signed by Mongolian State Property Committee, Mongolian Stock Exchange and London Stock Exchange Group .

### July 30, 2012

The Embassy of Mongolia in the United Kingdom, and the Honorary Consul of Mongolia in the North Ireland together organized the "Mongolia Britain

Business Forum 2012" in cooperation with Mongolian British Chamber of Commerce covering increasing interests of two countries in the fields of trade, market, finance and investment. Elbegdorj Tsakhia, the President of Mongolia, Xavier Rolet, Chief Executive Director of LSEG and Prince Michael of Kent were attending speakers at the forum.

### September 25, 2012

The leading global index provider FTSE has officially informed the country of Mongolia is in the watch-list of the Frontier markets.

### December 17, 2012

The Prime Minister Altankhuyag.N, Strategy Director of LSEG David Lester, Deputy Chairman of FRC Daajamba.B and Chairman of MSE Batgerel.M and CEO of MSE Altai.Kh opened the official ribbon-cutting ceremony for the "Millennium IT" System. The event involved influential people in the field such as Board Members of MSE, Sugar.D, the former Chairman of State Property Committee, Erdenebulgan.B, the Deputy Minister of Mining, Jullian Pierce, the Delegate of Ambassador of the United Kingdom, Executive Officers from LSEG, Millennium IT team, representatives of brokerage companies of Mongolia, and other officials.

## SECURITIES LISTING

As of December 31 of 2012 there are 329 Mongolian companies listed on Mongolian Stock Exchange of which 6.9% or 23 companies are 100% state-owned, 8.8% or 29 companies partially state-owned, 84.2% or 277 are fully privatized public companies.

Out of 4.78 billion shares listed on Mongolian Stock Exchange, 2.08 billion or 43.7% belongs to the state, and 2.69 billion or 56.3% belongs to private investors.

### Newly listed company in 2012 that have offered its shares to the public:

No	Company name	Volume	Listed date
1	"E-Trans Logistics" JSC	46,200,000	2012.04.20

### Newly listed company on MSE in 2012

No	Company name	Volume	Listed date
1	"Beren Mining" JSC	1,740,813,320	2012.12.19

### Companies that issued additional shares in 2012:

No	Entity	Number of Shares
1	"Mongolian Railroad"	207.05 million
2	"Erdenet Suvraga"	120.4 million
3	"Aviapacific Properties"	177.5 million

For the year 2012, the following changes were made in listed securities on MSE: share par values of "Bayangol ZB", "Takhi-Ko", "Atar Urguu", and the ticker symbol/name for "Uvurkhangai khayn material" was renamed to "Global Mongolia Holding".

### Delisted companies in 2012:

- "Monenism" JSC,
- "Batshireet" JSC,
- "Delger Khuns" JSC,
- "Khurkh Gol" JSC
- "Baiguulamj" JSC,

Indicators	2011	2012	Change
Number of MSE listed companies	332	329	-3
-Government owned	52	52	-
-Privately held	280	277	-3
Number of listed securities	2,785,465,029	4,779,295,577	1,993,830,548
-Government owned	1,881,180,046	2,088,231,046	207,051,000
-Privately held	904,284,983	2,691,064,531	1,786,779,548
New listings	1	2	1
-Government owned	1	-	-1
-Privately held	-	2	2
Number of newly listed securities	226,000	1,787,013,320	1,786,787,320
Number of additional shares	19,222,300	207,348,968	188,126,668
Number of delisted companies	5	5	-
Number of delisted securities	1,053,637	531,740	-521,897
Number of companies held shareholders' meeting	155	209	54
Number of companies distributed dividend	28	29	1
Number of companies submitted financial reports	158	180	22

Contact Listing department at

Tel: (+976)-11-310517 /119, 120, 134, 142/

Fax: (+976)-11-325170

E-mail: listing@mse.mn

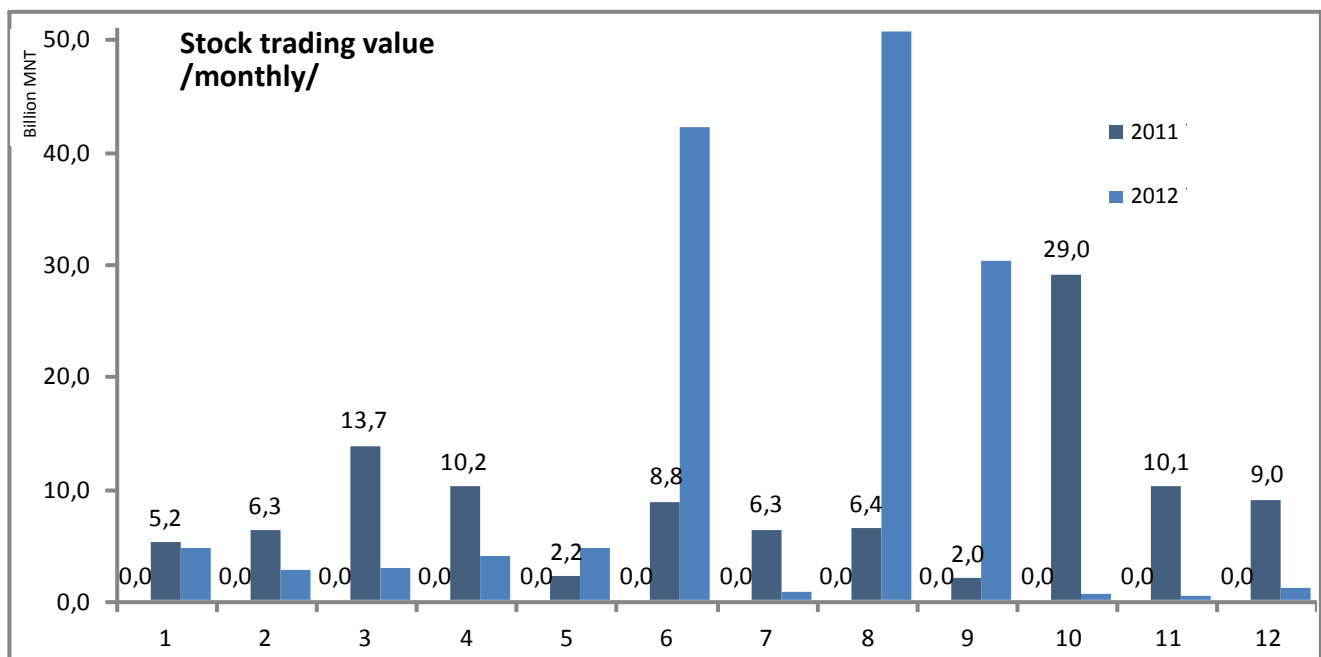


## SECURITIES TRADING

As of December 31, 2012, 133.7 million shares of 149 companies equal to 144.7 billion MNT, 5 Government bonds worth 525.0 thousand MNT and 30.9 thousand Corporate bonds amounted 309.7 million MNT or total of 133.8 million securities worth 145.1 billion MNT were traded through 250 trading sessions.

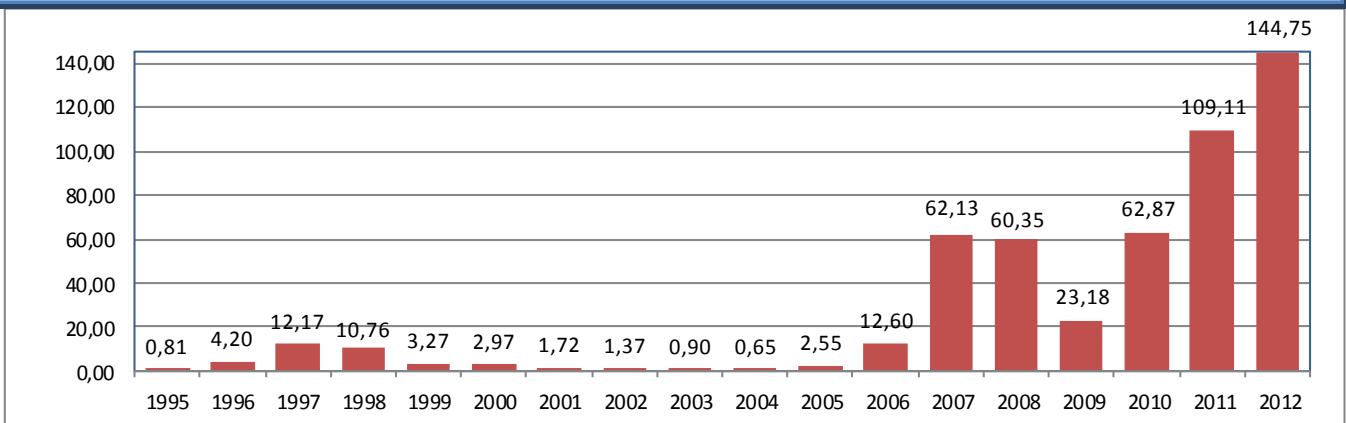
Overall trading value increased by 32.6 percent or 35.6 billion MNT as compared to the previous year's total trading amount. While, daily average trading up to 579.0 million MNT, increased by 33.7 percent than those of 2011.

Indicator	2011	2012
Number of trading days	252	250
Number of traded companies	148	149
Market capitalization /MNT/ /USD/	2,168,569,984,199.00 1,553,005,281.00	1,799,898,913,892.00 1,292,937,945.47
Turnover in value /MNT/ Stock	350,235,908,611 .00 109,110,768,611.00	145,056,711,537.00 144,746,456,537.00
Government bond	236,730,600,000.00	525,000.00
Corporate bond	4,394,540,000.00	309,730,000.00
Turnover in volume Stock	125,590,669 122,783,909	133,829,203 133,798,200
Government bond	2,367,306	5
Corporate bond	439,454	30,973
Number of transactions	48,206	26,998
Daily average /by stocks/ Value /MNT/ Value /USD/	432,979,241 310,075	578,985,826.00 415,908.21
Traded volume Transactions	487,238 191	535,193 108
MNT Vs. USD /Mongolbank rate. as of end of 2011/	1,396.37	1,392.10

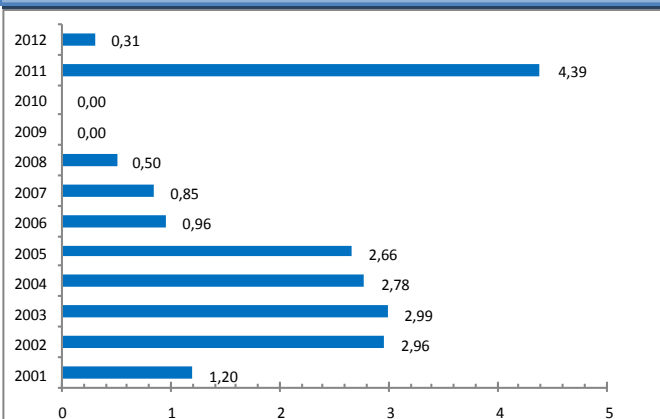


# Statistics

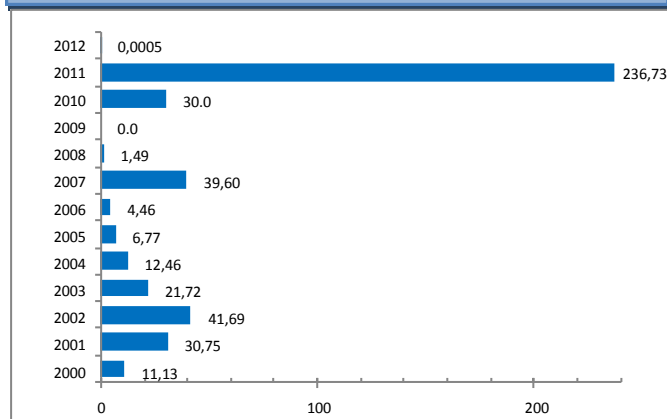
## Stock Trading Billion /MNT/



## Corporate Bond Trading Billion /MNT/



## Government Bond Trading Billion /MNT/



## Market Capitalization Trillion /MNT/



**TOP 20 UPS**

Securities	Close /MNT/		Change	%Change
	2011.12.30	2012.12.31		
UNDURKHAAN	180	6,600.00	6420.00	3566.67
TSAGAAN TOLGOI	213	7,800.00	7587.00	3561.97
MONASAR	419	11,050.00	10631.00	2537.23
TSAGDUULTAI	115	1,175.00	1060.00	921.74
NOYOT KHAIRKHAN	264	2,640.00	2376.00	900.00
KHAR TARVAGATAI	1,146	9,305.00	8159.00	711.95
KHUDUU TEEVER	173	1,380.00	1207.00	697.69
SOLONGO EXPRESS	575	4,200.00	3625.00	630.43
SELENGE SUREG	253	1,700.00	1447.00	571.94
MONGOLYN GEGEE	285	1,530.00	1245.00	436.84
KHARGIA	1,150	5,300.00	4150.00	360.87
ALTAIN ZAM	115	456.56	341.56	297.01
MONGOL SHIR	330	1,300.00	970.00	293.94
DARKHAN GURIL TEJEEL	400	1,502.00	1102.00	275.50
ERDENET SUVRAGA	2,082	7,670.00	5588.00	268.40
BAYAN ALDAR	733	2,400.00	1667.00	227.42
EREENTSAV	500	1,530.00	1030.00	206.00
MONGOL ALT	2,116	6,460.00	4344.00	205.29
JINST UVS	150	450.00	300.00	200.00
KHANYN MATERIAL	609	1,815.00	1206.00	198.03

**20 DOWNS**

Securities	Close /MNT/		Change	%Change
	2011.12.30	2012.12.31		
KHEREGLEE IMPEX	12,928	3,870.00	-9058.00	-70.06
ADUUNCHULUUN	6,000	1,803.00	-4197.00	-69.95
UB BUK	32,500	11,900.00	-20600.00	-63.38
KHISHIG UUL	2,150	850.00	-1300.00	-60.47
BAGANUUR	13,100	5,280.00	-7820.00	-59.69
MOGOIN GOL	31,000	13,000.00	-18000.00	-58.06
MONGOL SAVKHI	2,587	1,250.00	-1337.00	-51.68
TUMRIIN ZAVOD	50,000	27,600.00	-22400.00	-44.80
SOR	3,820	2,200.00	-1620.00	-42.41
IKH BARILGA	8,750	5,200.00	-3550.00	-40.57
OLLOO	239	145.00	-94.00	-39.33
BAYALAG NALAIKH	1,200	780.00	-420.00	-35.00
SHIVEE OVOO	15,300	10,000.00	-5300.00	-34.64
STATE DEPARTMENT STORE	580	380.00	-200.00	-34.48
MONGOLIA TELECOM	2,700	1,850.00	-850.00	-31.48
BISHRELT INDUSTRIAL	2,000	1,395.00	-605.00	-30.25
SAV SHIM	1,955	1,400.00	-555.00	-28.39
ALMAAS	2,512	1,800.00	-712.00	-28.34
KHASU MANDAL	1,840	1,350.00	-490.00	-26.63
BAYANTEEG	36,000	26,450.00	-9550.00	-26.53



## Most actively traded securities in 2012

Securities	Number of shares traded	Rank	Securities	Trading value /MNT/
GENCO TOUR BUREAU	30,609,795	1	SHARYN GOL	54,338,667,777
KHUKH GAN	19,468,032	2	BERKH UUL	26,918,187,362
E-TRANS LOGISTICS	11,841,609	3	SHIVEE OVOO	9,701,740,180
BERKH UUL	10,759,950	4	BAGANUUR	9,160,662,588
NACO TULSH	8,886,669	5	BDSEC	8,107,868,248
REMICON	7,742,459	6	MONGOLIA DEVELOPMENT RESOURCES	3,988,710,805
HERMES CENTER	6,085,292	7	KHUKH GAN	3,680,891,350
SHARYN GOL	5,959,564	8	MONGOL SHILTGEEN	3,111,988,815
MONINJBAR	5,721,102	9	GENCO TOUR BUREAU	2,818,326,679
MONGOLIA DEVELOPMENT RESOURCES	4,107,627	10	APU	2,428,080,865

During the statement period, 102 companies stock prices were up, 45 companies stock prices were down and 3 companies' stock prices were unchanged, out of 150 companies' stocks that are traded.

### Government Bond Trading

In 2012, a total of 5 government bonds with par value of 100,000 MNT, annual interest of 7.5% and maturity of 366 days, were traded for a total of 525 thousand MNT on the secondary market.

### Corporate Bond Trading

Through corporate bond primary market trading "Jast Agro" company's 500 "Mongol makh" bonds with face value of 10.0 thousand MNT were traded for 5.0 million tugriks and also on the secondary market 30.5 thousand bonds were sold for 304.7 million MNT, respectively, and a total of 309.7 million MNT trading was made.

### Block Trading

In 2012, 87.2 million shares worth 123.0 billion MNT of 19 securities were sold through 46 block trading sessions, which constituted 85.0% of the total trading value.

### Primary Market Trading

Through primary market trading of 24 April 2012, "E-Trans Logistics" JSC's, a company operating in transportation logistics, 7.7 million shares were sold to the public and the order was placed through order recording method to the primary market and was traded for 924.0 million MNT.

### Market Capitalization

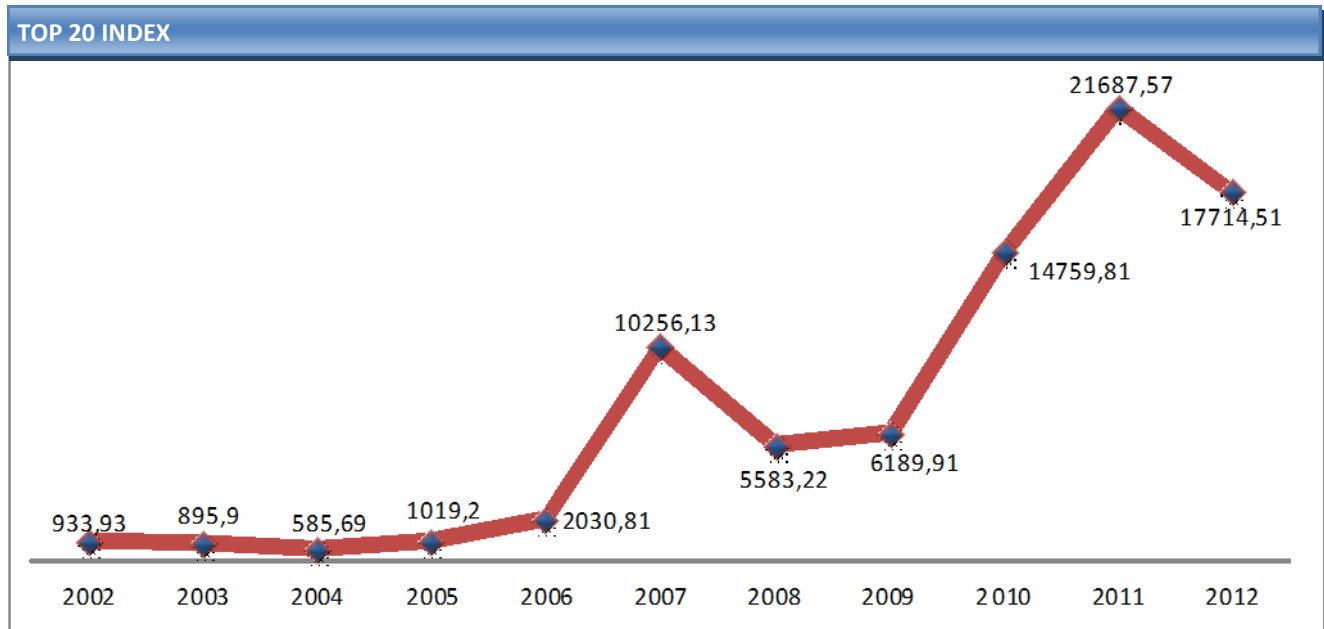
Compared to the last year, total market capitalization has decreased by 368.7 billion MNT or 17.00 percent and became 1 trillion 799.9 billion tugriks.

## TOP 30 COMPANIES BY MARKET CAPITALIZATION

Securities name /Symbol/	Sector/ Industry	Market rate /in billion MNT/
TAVAN TOLGOI /TTL/	Coal mining and trade	463.5
APU /APU/	Food	283.3
SHIVEE OVOO /SHV/	Coal mining	134.2
BERKH UUL /BEU/	Coal mining	120.1
BAGANUUR/BAN/	Coal mining	110.7
SHARYN GOL /SHG/	Coal mining	90.0
MONGOLIA TELECOM /MCH/	Telecommunication	47.9
BDSEC /BDS/	Broker, Dealer, Underwriter, Investment Consulting	39.9
GOBI /GOV/	Textile	35.1
MONGOL SECURITIES /MSC/	Broker, Dealer, Underwriter, Investment Consulting	30.0
SUU /SUU/	Food	27.5
ULAANBAATAR HOTEL /ULN/	Real Estate	27.5
KHUKH GAN /HGN/	Iron Concentrate	17.2
BAYANGOL HOTEL /BNG/	Hospitality Industry	15.9
REMICON /RMC/	Construction Material Manufacturing	14.9
STATE DEPARTMENT STORE /UID/	Retail	14.0
MONGOLIA DEVELOPMENT RE-SOURCES /MDR/	Real Estate	13.7
UB BUK /BUK/	Construction Material Manufacturing	13.4
TALKH CHIKHER /TCK/	Food	12.6
ASIA PACIFIC PROPERTIES /APP/	Agricultural Manufacturing	11.6
MOGOIN GOL /BDL/	Coal Mining	10.8
MONGOL SHILTGEEN /MSH/	Hospitality Industry	10.0
EERMEL /EER/	Textile	9.7
MONGOL EM IMPEX /MEI/	Pharmaceutical	9.6
SILICAT /SIL/	Chalk Refining	9.2
GENCO TOUR BUREAU /JTB/	Hospitality Industry	9.0
HERMES CENTER /HRM/	Real Estate	7.9
GUTAL /GTL/	Real Estate	7.6
ATAR URGUU /ATR/	Food	7.3
TAKHI KO /TAH/	Real Estate	7.1
Total Market Capitalization		1,611.3
% value of the total market		89.5

Top 30 companies by market capitalization make 89.5 per cent of the entire capital market.

## TOP 20 INDEX



Highest: **21,747.64**

Average: **19,049.77**

Lowest: **15,101.91**

The following securities' performance generally influenced the fall of the Top-20 Index: Baganuur /59.69%, Mogoin Gol /58.06%, Shivee Ovoo /34.64%, The State Department Store /34.48%, MongoliaTelecom /31.48%, Sharyn

Gol /22.51%, Tavan Tolgoi /20.00%, Khukh Gan /15.00%, Gobi /12.64%, Silicate /11.56%, APU /9.21%, Jenco Tour Bureau /4.26%, Mongolia Development Resources /1.09%.

### MSE MEMBER COMPANIES

At the beginning of 2012 a total of 76 companies were holding MSE membership and since that four new companies such as "Golomt Securities" LLC, "Sicap LLC, "Progress Partners" LLC, "Tushig Trust" LLC admitted to membership and as of 31 December there were 80 MSE member companies with 587 employees registered with MSE.

Indicator	12.31.2011	12.31.2012	Adjustment
Number of Member Companies	76	80	4
Brokers, Dealers /BD/	46	47	1
BD, Underwriters	18	17	(1)
BD, Consulting	8	9	1
BD, Underwriters, Consulting	4	7	3
Number of Employees	538	593	55
Number of New Members	30	4	(26)
Number of Companies Whose Rights Cancelled	-	-	0



## LIST OF MEMBER COMPANIES

No	Member Companies	Industry/ Sector	Contact	Address
1	Masdaq LLC	Broker, Dealer	99881008 99221664	"Sarny Titem" LLC Building, I Khoroo, Sukhbaatar District
2	Sanar LLC	Broker, Dealer	462634	"Sanar" LLC Building, XIII Khoroo, Bayanzurkh District (near the District Governor Administration Building)
3	Zerged LLC	Broker, Dealer	367609	Suite 24, Building 5, IV Khoroo, Bayangol District /near Khanburgedei Department Store/
4	Mergen Sanaa LLC	Broker, Dealer	451626	Suite 67, Gate 4, Building 30, XVI Micro district, Bayanzurkh District /next to Bayantseel Shopping Center/
5	BDSec JSC	Broker, Underwriter, Consulting	321763 / 313108 / 99010211	Branch-1: Express Tower, at third floor, I khoroo, Chingeltei District; Branch-2: Empire Building 27/1, Zaluuchud Avenue, VIII Khoroo, Sukhbaatar District
6	Underkhaan Invest LLC	Broker, Dealer	329292	Suite 301, Third Floor, "Aerogeodez" JSC's Building, 15th Street, Ikh Toiruu, Chingeltei District, UB
7	Altan Khoromsog LLC	Broker, Dealer	450899	Suite 317, Third Floor, Khorshoologchdyn Union Building behind Ministry of Food and Agriculture Building
8	Bulgan Broker	Broker, Dealer	322708	Suite 33, Building 9, 5th Micro district, III Khoroo, Sukhbaatar District
9	Darkhan Broker LLC	Broker, Dealer	27831	308-1, Zaluuchudyn Avenue, 10 Bag, Darkhan Soum, Darkhan-Uul aimag
10	Monsec LLC	Broker, Dealer, Underwriter	70153090	Suite 501, Agriculture Cooperation Union Building, Bayanzurkh District
11	Tulgat Chandmani Bayan LLC	Broker, Dealer		Suite 208, Main Building of UB Railway Hospital, II Khoroo, Bayangol District
12	Bumbat-Altai LLC	Broker, Dealer	22166 / 99136219 / 98999993	Suite 501, Business Plaza Center Building opposite of Central Library Building, Sukhbaatar District
13	Asia Pacific Securities LLC	Broker, Dealer, Underwriter	77300660	Second Floor, Building 16/1, Olympic Street, I Khoroo, Sukhbaatar District
14	Tavan Bogd LLC	Broker, Dealer	99089224	Suite 33, Building 24, 5th Bag, Ulgii Soum Tuv Talbai, Ulgii Aimag; Suite 202, Building of Mongolian Unions, Sukhbaatar Talbai-2, Sukhbaatar District
15	Argai Best LLC	Broker, Dealer	327026	Suite 33, Building - 1, II-40 myangat, I khoroo, Chingeltei District
16	Delgerkhangai Securities LLC	Broker, Dealer	55252453	Suite 205, DH Hotel, Enkhtaivny Street, X Micro district, V Khoroo, Bayangol District
17	Niki LLC	Broker, Dealer		Suite 302, BCI company's building, Jamyan Guniin Street, I Khoroo, Sukhbaatar District
18	Gendex LLC	Broker, Dealer	7722 4777 / 77336777	Suite 401, Mongol Daatgal Building, 5th Micro district, 5th Khoroo, Sunkhbaatar Distric
19	Monet Capital LLC	Broker, Dealer, Underwriter, Consulting	324879 / 321899	Fourth floor, Unen Newspaper Building, Amaryn Street, Sunkhbaatar District
20	Khansh Invest LLC	Broker Dealer	322241	Gate 1, Building 53, IV Khoroo, I-40 myangat, Sunkhbaatar District /next to Embassy of Russia Building/
21	Mongol Securities LLC	Broker Dealer	70120708	22nd Baaz JSC's Building II Khoroo, Bayanzurkh District
22	ACE and T Capital LLC	Broker, Dealer, Underwriter, Consulting	70101044	Suite 305, 303, Bolor Center Building, Chingisiin Avenue, II Khoroo, Sukhbaatar District /behind Bayangol Hotel/
23	Bats LLC	Broker, Dealer	326042 / 321013	Suite 76, Building 23, I khoroo, Sukhbaatar District
24	Global Asset LLC	Broker, Dealer, Consulting	320889	Suite 106, Peace Tower, Building 8/5, IV Khoroo, Chingeltei District
25	National Securities LLC	Broker, Dealer, Underwriter, Consulting	331754/ 01532- 23088	1st floor, Youth and Children's Cultural Center, Usny Street, III Khoroo, Sukhbaatar District
26	Frontier LLC	Broker, Dealer, Underwriter	70119999 / 70111991	Blue Sky—705, Enkhtaivany Avenue 17, I Khoroo, Sukhbaatar District
27	Bloomsbury Securities LLC	Broker, Dealer, Underwriter	77118188	Suite 801, BlueMon Tower, Baga Toiruu, VIII Khoroo, Sukhbaatar District
28	DCF LLC	Broker, Dealer	312604	Suite 12-14, behind Khunsni Neg Building, IV Khoroo, Chingeltei District
29	MICC LLC	Broker, Dealer, Underwriter	70112023	Central Tower—902, Sukhbaatar Square—2, VIII Khoroo, Sunkhbaatar District
30	Tenger Capital LLC	Broker, Dealer, Underwriter, Consulting	70110637	Suite 404, Od Plaza Center, Seoul Street, I Khoroo, Sukhbaatar District
31	Sankhuugyn Khugjil Invest	Broker, Dealer	70111335	Suite 501, Jur Ur Building, Ard Ayushyn Avenue, XIII khoroo, Bayangol District
32	FCX LLC	Broker, Dealer, Underwriter	70100323	Suite 305, Mongol Bank Building, Gobi Altai aimag; Suite 201, Medeelel Kholboony Suljee LLC Building, Gobi Sumber aimag, Mongol Ardyn Namyn Building, Dorno Gobi aimag, Mongol Diesel LLC building XIX Khoroo, Bayangol District
33	TTSEC LLC	Broker, Dealer	50055225	Suite 210, Aerogeodezi JDC Building, Ikh Toiruu, UB 44, Chingeltei District
34	Zeus Capital LLC	Broker, Dealer, Consulting	11-331436 / 11- 329857	Suite 203, Bolor Business Center, 220-myangat, Sukhbaatar District
35	Ard Capital Group LLC	Broker, Dealer, Underwriter	11-310262	Suite 503, Delta Center, Juulchin—35, I khoroo, Chingeltei District
36	MIBG LLC	Broker, Dealer, Underwriter	11-362620 / 70110781	Suite 307, Colorado Business Center, Amarsanaagyn Street, 16 Khoroo, Bayangol District, Ulaanbaatar
37	Gauli LLC	Broker, Dealer, Underwriter	70153300 / 99045961	Suite 401, Fourth Floor, Seoul Business Center, Zaluuchudyn Avenue, I Khoroo, Bayanzurkh District
38	Lifetime Investment LLC	Broker, Dealer, Underwriter	70121418	Third floor, Khukh Suld Group Building, Enkhtaivan Avenue, fourth Khoroo, Sukhbaatar District
39	Eurasia Capital LLC	Broker, Dealer, Underwriter	70130078	Suite 314, Third Floor, Regency, Olympic Street, I Khoroo, Sukhbaatar District
40	Finance Link LLC	Broker, Dealer, Underwriter	77117008	Suite 301, Khasbuu Plaza, Enkhtaivan Avenue—14210, I Khoroo, Sukhbaatar District

## LIST OF MEMBER COMPANIES

No	Member Companies	Industry/ Sector	Contact	Address
41	Goodsec LLC	Broker, Dealer, Consulting	11-331878	First Floor, "Bat Trade C" LLC building, Jamyan Gunin Street, Sukhbaatar District
42	Monkhan Trade LLC	Broker, Dealer	70160000 / 452489/11-458575	Suite 508, 404, 216, Mongolyn Akhui Khorshoologchdyn Undesnii Kholboony Building, Enkhtaivan Avenue, I Khoroo, Bayanzurkh District
43	London Asia Capital Mongolia LLC	Broker, Dealer, Underwriter	11-312307 / 311530	Suite 403, Bodi Tower, Jigjidjav Street, Chingeltei District
44	Tengri Securities LLC	Broker, Dealer	70130695 / 70130696	Sixth Floor, Seoul Business Center, Zaluuchuudyn 28, I khoroo, Bayanzurkh District
45	Prevalent LLC	Broker, Dealer	11-312677 / 99037926	First floor, Zaluuchuudyn Avenue 2B, Baga Toiruu, 6th Khoroo, Sukhbaatar District
46	MWTS LLC	Broker, Dealer, Underwriter	70116030	1/20, 6th khoroo, Baga Toiruu–2, Sukhbaatar District
47	Rescap Securities LLC	Broker, Dealer, Underwriter	7010 0095	Second Floor, DHL Center, Enkhtaivan Avenue 10/5, I Khoroo, Sunkhbaatar District
48	TDB Capital LLC	Broker, Dealer, Underwriter	311914 / 70100261	Trade and Development Bank Building, Baga Toiruu, Juulchiny Street, Chingeltei District
49	SG Capital LLC	Broker, Dealer, Underwriter, Investment Consulting	70119568	Suite 71, 107 Building, Dunjigarav, 12nd Khoroo, Bayanzurkh District
50	UBBD LLC	Broker, Dealer, Underwriter, Investment Consulting	70116677	Suite 406, Express Tower, Enkhtaivan Avenue, I Khoroo, Chingeltei District
51	UGS LLC	Broker, Dealer, Underwriter, Investment Consulting	320922 / 95092209	Suite 8-1, I-40 myangat, Chingeltei District
52	Novel Investment LLC	Broker, Dealer, Underwriter, Investment Consulting	317786	Suite 108, Saruul Center, Naryn Road, III Khoroo, Sunkhbaatar District
53	I-Trade LLC	Broker, Dealer, Underwriter, Investment Consulting	99110292	Suite 301, Ambassador Residence Office Building, Sukhbaatar District
54	Capital Market Corporation LLC	Broker, Dealer, Underwriter	330896	Next to Capital Bank Main Building, Tumurchinii Streer, Chingeltei District
55	Tavan Tolgoi Khishig LLC	Broker, Dealer	321326	Suite 1213, Central Tower, Sukhbaatar District
56	Dogson LLC	Broker, Dealer	98010818	First Floor of Uilchilgeenii Tankhim, University Street 10-b, VI Khoroo, Sunkhbaatar District
57	Standard Investment LLC	Broker, Dealer, Investment Consulting	70154444	93/1, Od Khiimori, Enkhtaivan Avenue, IV Khoroo, Bayangol District
58	Grand Development LLC	Broker, Dealer	70140988	Suite 403, 4th floor, BF Platinum, Enkhtaivan Avenue—92, Bayangol District
59	Tuushin Invest LLC	Broker, Dealer, Underwriter, Investment Consulting	325909	Suite 211, Tuushin LLC, Prime Minister Amar Street, VIII Khoroo, Sukhbaatar District
60	Blackstone International LLC	Broker, Dealer		Suite 65, VI Khoroo, Chingeltei District
61	ABJYa LLC	Broker, Dealer	321823	Suite 13-33, Baga Toiruu, IV Khoroo, Chingeltei District
62	Soyombo Investment Cooperation LLC	Broker, Dealer	70112001 / 70112002	Suite 208, M.U.E.KH Building, I Khoroo, Sunkhbaatar District
63	Gatsuurt Trade LLC	Broker, Dealer	70113377	8th floor, Altai Construction, Chingis Avenue, V Micro district, I khoroo, Sukhbaatar District
64	Ochir Erdene Invest LLC	Broker, Dealer	313001	Suite 204, New Mind LLC Building, Teeverchdiin Street, Sukhbaatar District
65	BBSS LLC	Broker, Dealer	329713	Suite 12, Building 18, 4th Khoroo, Sukhbaatar District
66	Baga Kheer LLC	Broker, Dealer	70562017	Second Floor, Mongol Bank Building, IV Bag, Kherlen Soum, Khentii aimag
67	ZGB LLC	Broker, Dealer	88116031	Suite 2, Sukhbaatar Street, 4th Khoroo, Chingeltei District
68	Great Securities LLC	Broker, Dealer, Investment Consulting	70119809	Suite 301, Khaan Hotel, Ikh Toiruu, X khoroo, Sukhbaatar District
69	Grand Line LLC	Broker, Dealer	88002006	Fourth Floor, Serj Exclusive House, Tokyo Street, I Khoroo, Bayanzurkh District
70	Ten D Sec LLC	Broker, Dealer	99545599	Suite 68, 21 Micro district, 18th Khoroo, Sukhbaatar District
71	Bayanzurkh Invest LLC	Broker, Dealer		Suite 402, Orient Center, Erkuugiin Street, VII Khoroo, Sunkhbaatar District
72	Munkh Ogtorgui LLC	Broker, Dealer	453563	Suite 5-1, E.T.U.CH, 15th Micro district, V Khoroo, Bayanzurkh District
73	Sky Khan LLC	Broker, Dealer	321737	Suite 302, 303, Express Tower, I Khoroo, Chingeltei District
74	Zuunii Garch Securities LLC	Broker, Dealer	70115152	Suite 8-2, I-40 myangat, I Khoroo, Chingeltei District
75	United Securities LLC	Broker, Dealer	319041 /205/	Suite 403, UB City Bank Building, I Khoroo, Chingeltei District
76	MJIH LLC	Broker, Dealer, Underwriter	305167	Gazar Business Center, II Micro district, I Khoroo, Bayangol District
77	Golomt Securities LLC	Broker, Dealer	70117676	M100 Building, I khoroo, Chingeltei District
78	C Cap LLC	Broker, Dealer	96056352	Ninth Floor, Inter LLC's Building, 18th Khoroo, Sukhbaatar District
79	Progress Partners LLC	Broker, Dealer	99119374	Suite 8-02, II Micro district, IV Khoroo, Bayangol District
80	Tushig Trust LLC	Broker, Dealer	99049916	Fifth floor, Ikh Naiman Sharga Center, II Khoroo, Chingeltei District

## 2012 FINANCIAL STATEMENT OF “MONGOLIAN STOCK EXCHANGE” JSC

12.31.2012

(in thousand MNT)

<b>Assets</b>	
Cash	761,501.79
Accounts Receivable	242,317.92
Inventory	83,205.60
Other current assets	460,381.87
Total current assets	1,547,407.17
Non-current assets	13,199,567.55
Total accumulated depreciation	(872,436.08)
Non-current assets total	12,327,131.47
Total assets	13,874,538.64
<b>Liabilities</b>	
Accounts payable	2,100,382.67
Stocks payable	
Dividends payable	
Bonds payable	
Other payables	
Total liabilities	5,162,755.00
Grand total of liabilities	5,162,755.00
<b>Owners' equity</b>	
Equity	1,867,708.80
Accumulated profit	(645,843.62)
Reporting period	(227,194.24)
Previous period	(418,649.38)
Other parts of owners' equity	7,477,556.24
Total owners' equity	8,711,783.64
Total of liabilities and owners' equity	13,874,538.64



## 2012 INCOME STATEMENT OF “MONGOLIAN STOCK EXCHANGE” JSC

12.31.2012

(in thousand MNT)

<b>Income</b>	
Securities trading commission	779,232.20
Listing fee income	261,940.20
Others	450,408.50
<b>Total income</b>	<b>1,491,580.90</b>
<b>Expenses</b>	
Salary, Social Insurance Fee	613,479.74
Utilization expenses	17,352.37
Official trip, BoD and Management expenses	72,733.01
Transport, fuel, repair and maintenance expense	80,136.63
Raw material expense	25,933.58
Depreciation expense	247,140.85
Marketing, education expense	32,386.31
Postage and Communications expense	35,883.09
Other expenses	270,048.81
<b>Total expenses</b>	<b>1,395,094.37</b>
Profit or loss from core operations	96,846.51
Profit or loss from production and services	(33,831.10)
Profit or loss from currency fluctuation	(253,380.15)
Profit or loss from non-core operations	(287,211.25)
<b>Profit before taxes</b>	<b>(190,724.75)</b>
Income tax expenses	36,469.50
<b>Net profit in the statement period</b>	<b>(227,194.24)</b>



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