



"Mongolia Economic Forum 2016"

This year's forum was organized successfully that gives investors a belief that Mongolia will commit to international investors and Mongolia will commence its largest mining projects. Also, Mongolia showed a confidence that it can pay off its debts on time. Once commodities markets recover, Mongolia will come into the economic growth path line for sure.

#206, Elite Complex B,
Chinggis Avenue 14, 1st khoroo
Sukhbaatar district
Ulaanbaatar,
Mongolia

Any inquiries for more information, any feedback, suggestions or comments that you would like share with us are welcomed as always. Please contact us at:

Email: staff@frontier.mn
(T) 976-7011-9999
(F) 976-7011-1991

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Mongolia Economic Forum 2016 starts with the opening remarks from the P.Tsagaan, Head of Presidential Office. This year's forum is being held under slogan "lessons, challenges, solutions". GoGo Mongolia will bring you live coverage from State Palace for the full duration of this event.

B.Bolor, the Minister of Finance attends the plenary sessions. He stated that the Government of Mongolia bought USD 500 million bond in order to repay the domestic bond.

WHAT ISSUE SHOULD SOLVE AT FIRST IN 2016?

N.Zoljargal, the President of the Bank of Mongolia: "We had bad news for the first two months of 2016. We started to hear good news after Lunar New Year.

We are granting loans which are able to be issued. Businesses must plan their vision for 2016 within this March. Currency rate is expected to be stable this year. Money-supply is able to be grown due to stable inflation.

I hope that loans will be increased in order to support economy based on knowledge."

Plenary session on Economic Outlook which has two parts starts. Part 1 to discuss World at Large while Part 2 to discuss Mongolian in specific.

Right now, Director East Asia & the Pacific International Finance Corporation. Mr Vivek Pathak is delivering speech.

He noted that we are happy that loans provided to Mongolia from IFC has been higher than other organizations. We are focusing on mining, small and medium enterprisers.

Youths accounted for most of the Mongolian population. Mongolian youths can be skilled and competitive to the world. Also Mongolians can adapt to anything and it would be advantage to the current unstable situation.

Mineral prices have been going up and down. Even in 1990, mineral prices were low. Gradually, demand in mineral sector have grown.

If Mongolia can create environmental policy and attract investments, the economy will be risen in further.

Even it is hard to make decision before the election, there is no way left. Mongolia has enough opportunities in many sectors including tourism, food products, mining, finance as well as information and technology sector.

Mongolia should create many sources of economies by spending the foreign investment earnings to other sectors.

If Mongolia can solve the current challenges, the future seems good.

I think it is important to create many sources of economies and partners as well as to develop low cost agriculture and tourism.



Next honorary guest is Mr. Ayum Konishi, Director General, East Asia Department, ADB.

"This year, we mark the 25th anniversary of Mongolia's membership in the Asia Development Bank. Cooperation between ADB and the Government of Mongolia has been fruitful and we have collaborated in many sectors as we see solid improvements throughout Mongolia.

Mongolia is rich in natural mineral resources and it is one of the most important areas to focus in order to ensure sustainable development.

ADB will continue to be a strong and supporting partner to Mongolia. I would like to congratulate PM Ch. Saikhanbileg and his economic teams for organizing this significant event."

Right now, Prime Minister Ch. Saikhanbileg delivers speech.

"This year's motto is 'lessons, challenges, solutions.'

First, I would like to discuss about challenges - Mongolia faced few challenges in the past. Economic crisis in 1998, which covered most of Asia. Next was the world economic crisis that began 2008. We overcame these challenges with our little economy and assistance from other international organizations.

Second, I would like to discuss about lessons learned - Bad foreign investment policies scared away international investors and we took the blow hard, not just the government but the people too.

Third, I would like to discuss about solutions - In the past four years, we have witnessed that we can work together. For example, we built 100 thousand household apartments within one year, infrastructure development and social welfare improvements etc.

So let us work together and learn from our mistakes to overcome the challenges and find the right solutions."

MONGOLIA ECONOMIC FORUM 2016
 TENTATIVE AGENDA (As of March 23, 2016)

WEDNESDAY, MARCH 30

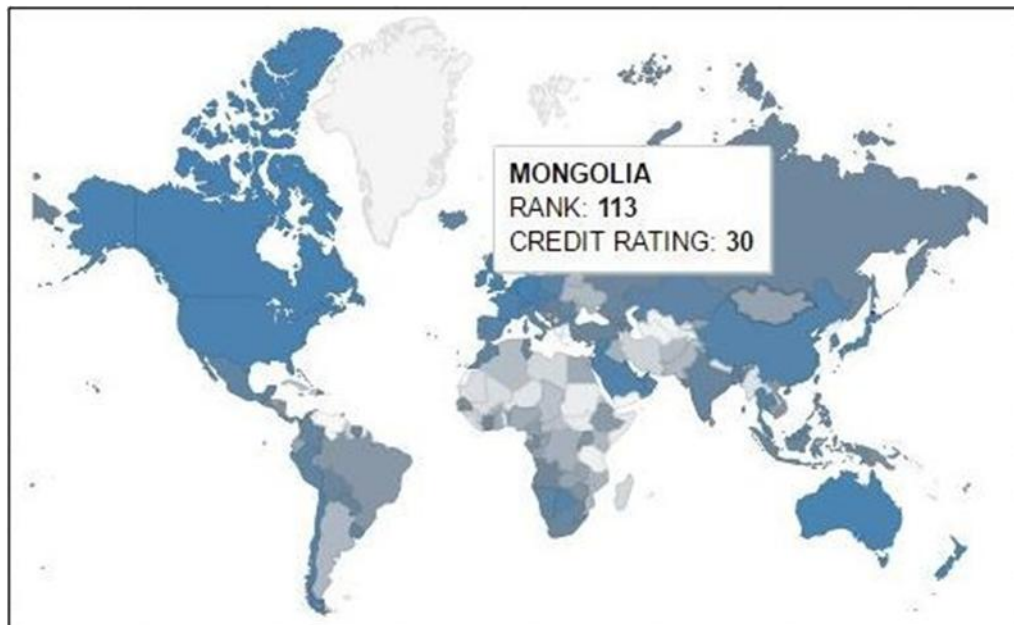
- 09:00 **Keynote speech:**
H.E. Chimidiin SAIKHANBILEG,
Prime Minister of Mongolia
- 09:20 **Keynote speech:** Mr. Ayumi Konishi, Director
General, East Asia Department, ADB
- 09:30 **PLENARY SESSION: Grand Hall**
Economic Outlook
Part 1: World at large
Part 2: Mongolia in specific
- 11:30 Coffee break
- 12:00 **BREAK OUT SESSION:**
Grand Hall: Development Partnership – Past,
Present and Future
A hall: A Vision for Mongolian Mining
Industry
B hall: Code of Conduct for Professionals
- 13:30 Lunch
- 14:30 **BREAK OUT SESSIONS**
Grand Hall: Lean and Capable Government
A hall: Consistency of Policy and Enforcement
B hall: Green Business
- 16:00 Coffee break
- 16:30 **BREAK OUT SESSIONS**
Grand Hall: Social Security Reform
A hall: Lawyers’ Competitiveness
B hall: Mongol Dream
- 19:00 *Gala reception (by invitation only)*

THURSDAY, MARCH 31

- 09:00 **Opening Remarks:**
H.E. Tsakhiagiin ELBEGDORJ,
President of Mongolia
- 09:20 **Keynote speech:**
Dr. Daniel Kaufmann, President, Natural
Resource Governance Institute, a member of
World Economic Forum
- 09:30 **PLENARY SESSION: Grand Hall**
Business Environment
- 11:30 Coffee break
- 12:00 **BREAK OUT SESSIONS**
Grand Hall: Safe food-Sustainable Business
A hall: National Health Insurance
B hall: Women’s Leadership
- 13:30 Lunch
- 14:30 **BREAK OUT SESSIONS**
Grand Hall: Innovation – Business Opportunity
A hall: Project Financing
B hall: Construction and real estate
- 16:00 Coffee break
- 16:30 **BREAK OUT SESSIONS**
Grand Hall: Needs for Commercial Law
Development in Mongolia
A hall: Financial Market
B hall: Intellectual Assets of Mongolia
- 18:00 **PLENARY SESSION: Grand hall**
Long Term Development Policy of Mongolia
- 19:00 **Closing Remarks:**
H.E. Zandaakhuu ENKHBOLD,
Speaker of Parliament

Mongolian Economy

1. Credit Rating

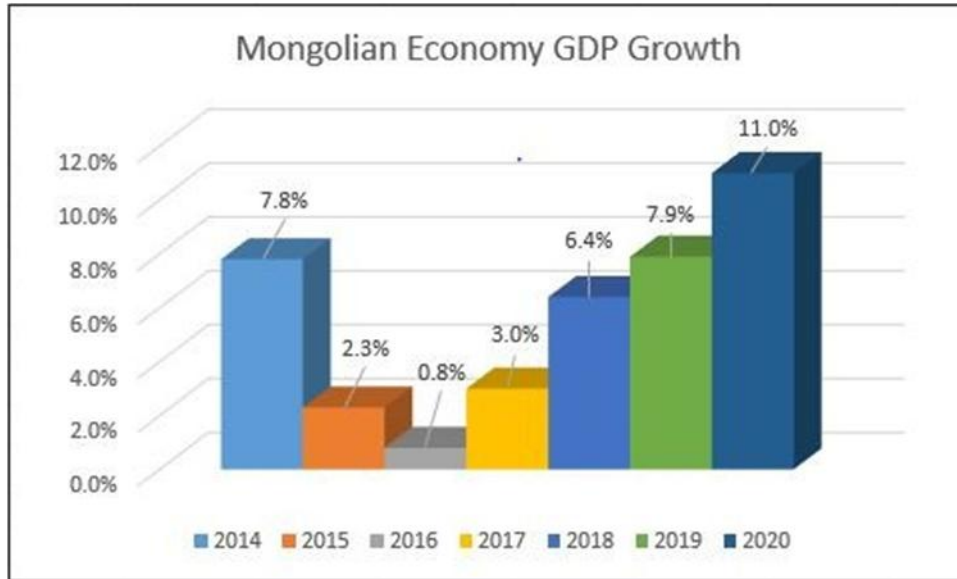


Mongolia	B	stable	B2	negative	B	stable	30	stable
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Standard & Poor's credit rating for Mongolia stands at B+. Moody's rating for Mongolia sovereign debt is B2. Fitch's credit rating for Mongolia is B+. In general, a credit rating is used by sovereign wealth funds, pension funds and other investors to gauge the credit worthiness of Mongolia thus having a big impact on the country's borrowing costs.

2. GDP Growth Rate

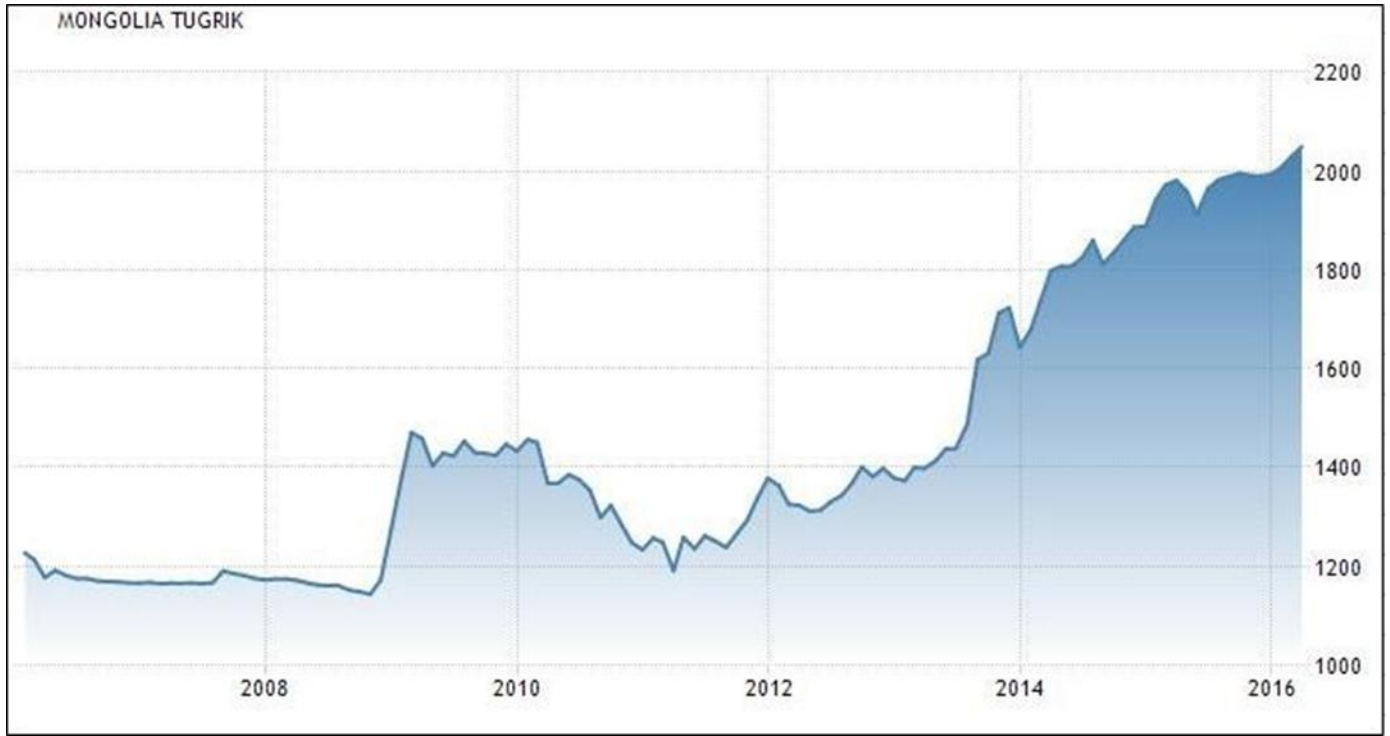


/Data provided by Word Bank and Mongol Bank/

GDP / sectors/	Last	Previous	Highest	Lowest	Unit
<u>Gdp From Agriculture</u>	392013.80	621594.10	940123.20	45958.52	MNT Million
<u>Gdp From Construction</u>	201047.20	189466.30	310564.10	5816.01	MNT Million
<u>Gdp From Manufacturing</u>	271628.80	250093.20	278325.20	120048.10	MNT Million
<u>Gdp From Mining</u>	1253235.40	1134574.50	1253235.40	395477.20	MNT Million
<u>Gdp From Services</u>	695392.70	880532.80	880532.80	503792.82	MNT Million
<u>Gdp From Transport</u>	375329.70	223256.90	375329.70	122199.13	MNT Million
<u>Gdp From Utilities</u>	88038.90	48838.90	88038.90	39620.78	MNT Million



3. Markets /Currency/



/Actual - as of March 2016; Unit against US Dollar/



/Forecast - Unit against US Dollar/

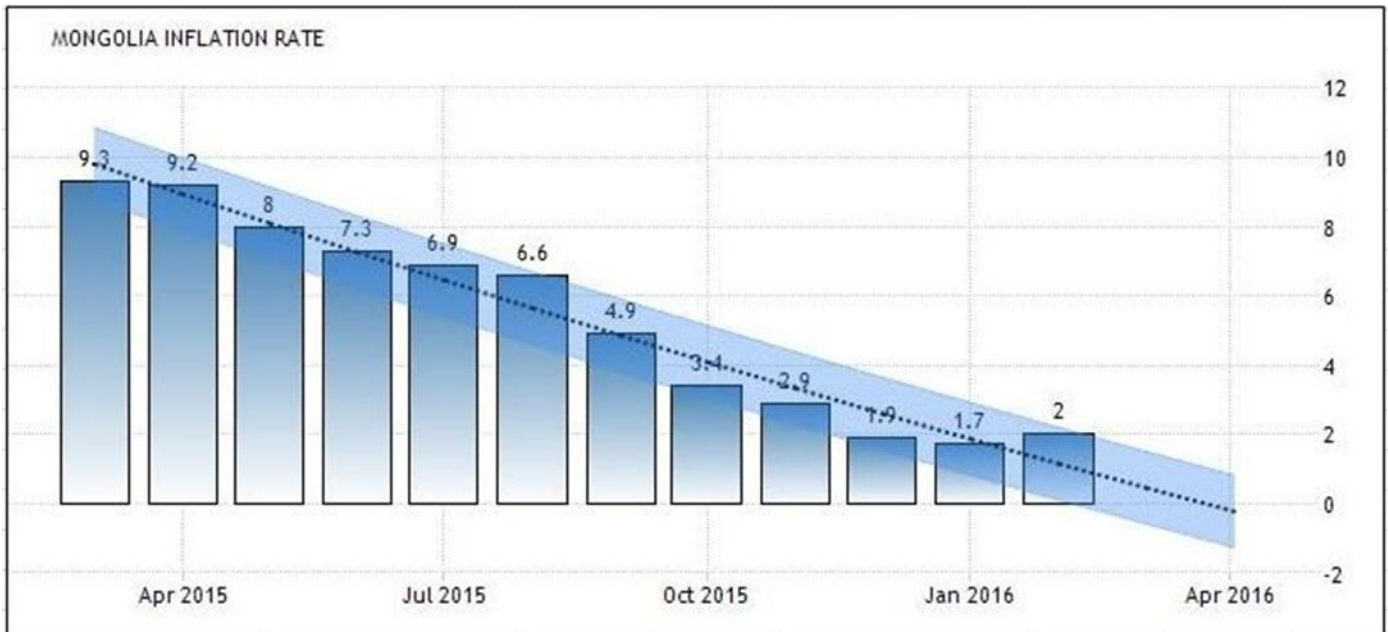
Forecast	Actual	Q1/16	Q2/16	Q3/16	Q4/16	2020
Currency	2049	2014	2054	2074	2094	1595



4. Inflation



/Actual/



Forecast	Actual	Q1/16	Q2/16	Q3/16	Q4/16	2020	Unit
Inflation Rate	2	2.3	3.5	4.1	4.8	4	



This year's Mongolia Economic Forum was held under some 20 discussions in plenary and breakout sessions and discussed many facing issues, challenges. 'Lessons, Challenges, Solutions' was the motto for this year.

2 days MEF 2016 was closed after closing remarks made by Speaker of Parliament Z.Enkhbold, as he said "We focused too much on mining sector and we got dependant on it. We learned our lessons. We have Parliament election coming soon. Next government must work really hard and take accountability on all their actions. Raising our competitiveness is crucial in our future development. We made some progress in energy, infrastructure and governance". Therefore, Mongolia Economic Forums 2016 concluded.

Conclusion

This year's forum was organized successfully that gives investors a belief that Mongolia will commit to international investors and Mongolia will commence its largest mining projects. Also, Mongolia showed a confidence that it can pay off its debts on time. Once commodities markets recover, Mongolia will come into the economic growth path line for sure.

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FRONTIER Securities

#206, Elite Complex B,
Chinggis Avenue 14, 1st khoroo
Sukhbaatar district
Ulaanbaatar,
Mongolia

Tel: +976 7011 9999

Fax: +976 7011 1991

Email: staff@frontier.mn

Web site: www.frontier.mn