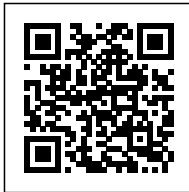


# MONGOLIAN STOCK MARKET VALUE REACHED AN ALL-TIME HIGH

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As of May 31, the value of Mongolia's stock market has reached an all-time high of MNT 10.3 trillion, reflecting the remarkable growth and development of the capital market. Several factors have contributed to this achievement, including reforms in the banking sector and the successful initial public offerings (IPOs) of four major banks. Additionally, the impact of corporate bonds on the market cannot be overlooked.

The reforms implemented in the banking sector have played a crucial role in strengthening the overall financial system and investor confidence. These reforms aimed to enhance transparency, accountability, and efficiency, leading to a more robust and resilient banking sector. As a result, investor interest in the stock market has increased significantly.

The IPOs of four major banks have also made a substantial impact on the growth of Mongolia's stock market. These initial public offerings provided opportunities for investors to participate in the banking sector's success and benefited the market as a whole. The successful IPOs have attracted both domestic and international investors, injecting capital into the market and driving its expansion.

Another contributing factor to the market's growth has been the issuance of corporate bonds. Companies seeking funding have turned to the capital market, offering corporate bonds to investors. This has provided an alternative investment avenue and further diversified the financial instruments available in Mongolia. The popularity and success of corporate bonds have attracted more investors to the stock market, stimulating its growth.

In 2020, the stock market's value was MNT 3 trillion, with a ratio to GDP of 8.1 percent. Today, this value

has increased by 3.4 times to MNT 10.3 trillion, and the ratio to GDP has risen to 19.5 percent. This significant expansion highlights the increasing importance of the stock market in Mongolia's economy and its potential for further development in the future.

The capital market of Mongolia plays a vital role in the country's economy by facilitating the flow of capital and supporting various investment activities. It encompasses a range of financial instruments and institutions that enable businesses and individuals to raise funds, invest, and manage financial risks.

The stock market in Mongolia operates through the Mongolian Stock Exchange (MSE), which is the primary exchange for trading securities. The MSE offers a platform for companies to list their shares, allowing them to raise capital from investors. It provides a transparent and regulated marketplace where buyers and sellers can trade stocks based on supply and demand dynamics.

Efforts have been made to enhance the transparency, efficiency, and accessibility of Mongolia's capital market. Initiatives include introducing electronic trading systems, improving market infrastructure, implementing investor education programs, and encouraging foreign investment. These measures aim to attract domestic and international investors, deepen the market, and promote sustainable economic growth.

While Mongolia's capital market has made significant strides in recent years, there are ongoing efforts to further develop the market, strengthen investor confidence, and expand the range of financial products and services available. Continued regulatory reforms, market infrastructure improvements, and investor education initiatives will contribute to the long-term growth and stability of Mongolia's capital market.