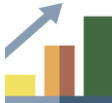






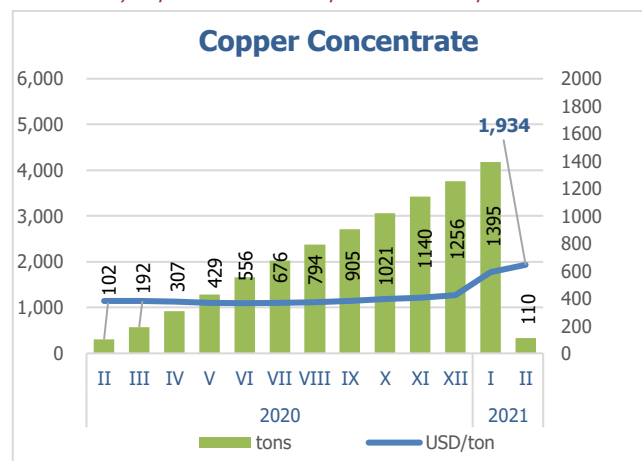
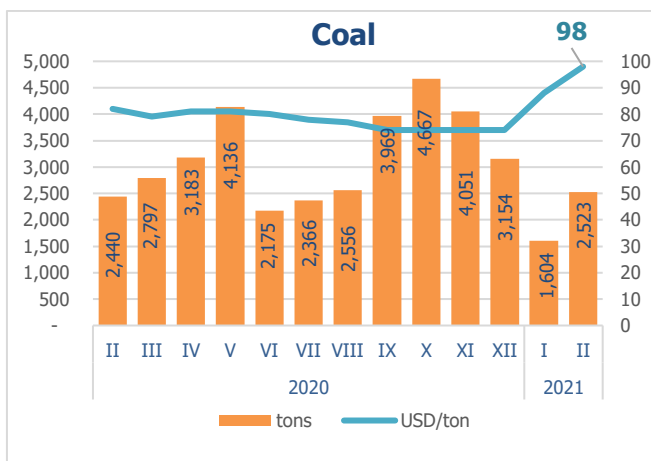
MAIN INDICATORS

Compared with January 2021

 <p>GDP -5.3% Q4 2020 (YoY)</p>	 <p>INFLATION 2.6% (YoY)</p>	 <p>USD/MNT EXCHANGE RATE 2849.70 MNT</p>	 <p>BUDGET DEFICIT MNT 112.8 billion</p>	 <p>FOREIGN TRADE USD 412.3 million</p>
--	---	---	---	---

MAJOR EXPORT COMMODITY PRICES AND VOLUMES

Monthly export volumes and prices over the past 12 months.



Source: National statistical office of Mongolia

OTHER MONTHLY INDICATORS

 <p>FOREIGN CURRENCY RESERVES USD 4513 million</p>	 <p>TOTAL DEPOSITS MNT 18.4 trillion</p>	 <p>% OF NON-PERFORMING LOAN 11.7%</p>	 <p>CURRENCY IN CIRCULATION MNT 1025 billion</p>
---	---	--	---

ECONOMIC FORECASTS FOR MONGOLIA

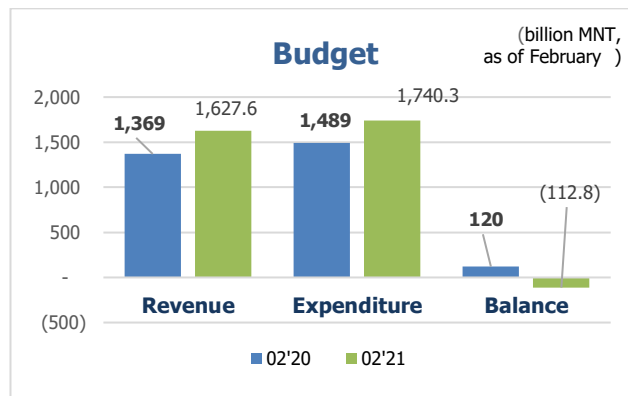
GDP growth: in 2021: **5.1%**
 Inflation: in 2020: **8.2%**
 Current account balance: in 2021: **-8.3%** according to a new Asian Development Bank (ADB) report, 2020
 Source: <https://bit.ly/30pG2Et>

GDP growth: in 2021: **6%**
 Inflation: : in 2021: **5.5%**
 Current account balance: in 2021: **-13.5% of GDP-** by IMF (World Economic Outlook, 2020)
 Source: <https://bit.ly/3qx1ORg>

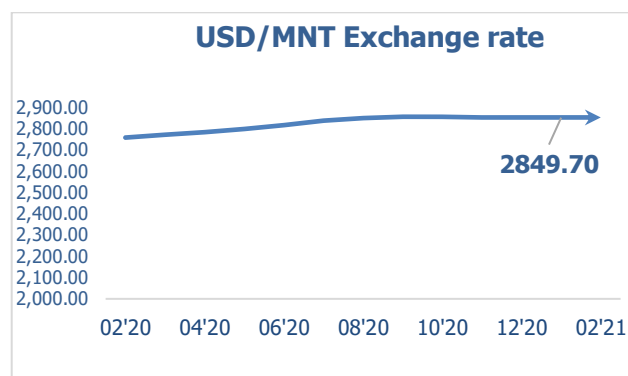
ANALYSIS: STATE BUDGET, EXCHANGE RATE, INFLATION, FOREIGN TRADE

he budget deficit reached MNT -112.8 billion

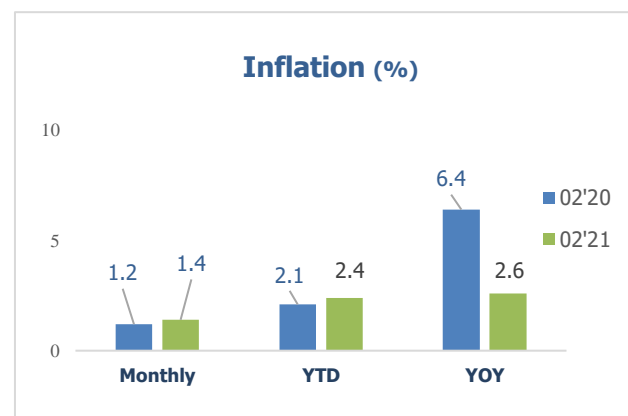
Government revenues increased by 18.9% and expenditures increased by 16.9% relative to the same period in 2020, resulting in a budget deficit of MNT -112.8 billion. The budget deficit has decreased by 194 billion MNT from the same period in 2020.

**The USD exchange rate decreased by MNT 0.12**

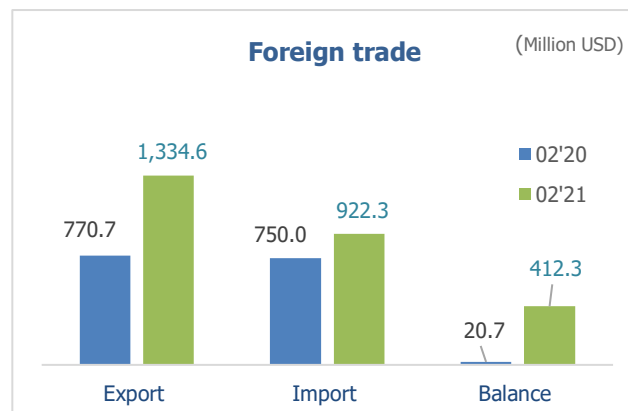
In February, the average nominal exchange rate against the US dollar was MNT 2849.70. This is a 3.4% or by 93.2 MNT increase from the same period in 2020, and a 0.01% or by 0.12 MNT decrease from January 2021. In February, foreign exchange reserves reached 4.5 billion MNT an increase 3.24 percent from the same period in 2020, and 3 percent increase from January 2021.

**Inflation Rate is 2.6%**

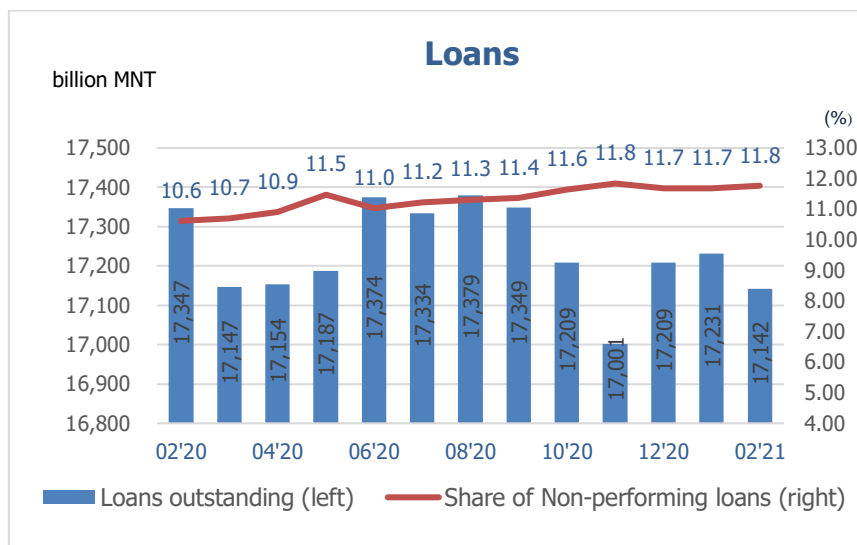
In February, the national consumer price index increased by 1.4% compared to January 2021, and increased by 2.4% in the year to date. Annual inflation is 2.6%. Prices for food, medicine, medical services and housing, water, electricity, gas and other fuels increased.

**Trade Balance surplus reached 412.3 million USD**

In February, Total turnover of foreign trade reached USD 2256.8 billion, an 48% increase compared to the same period in 2020. Exports increased by 73% from the last year, while imports decreased by 22.9%. The trade surplus reached USD 412.3 million.



SPECIAL FOCUS: LOANS



Source: www.1212.mn

At the end of February 2021, the amount of outstanding loan to entities, enterprises and citizens amounted MNT 17.1 trillion, decreased by 0.5% from the previous month and decreased by 1.2% from the same period of the previous year. Non-performing loans amounted MNT 2017 billion, increased by 0.2% from the previous month and increased by 9.5% from the same period last year. Non-performing loans accounted for 11.7% of total loans. Loans in arrears reached MNT 1.4 trillion at the end of February 2021, increasing by MNT 38.7 billion (2.9%) from the previous month and by MNT 321.9 billion (31.2%) from the same period of the previous year. At the end of the month, it reached 2.0 trillion MNT, increasing by 4.2 (0.2%) billion MNT from the previous month, and by 175.3 (9.5%) billion MNT from the same period of the previous year.

HIGHLIGHTS OF THE MONTH

COAL EXPORT INCREASES BY 21.6 PERCENT

- Mongolia exported 3,145.1 thousand tons of coal between January 1 to February 7, increased by 559.5 thousand tons or 21.6 percent compared with the same period of the previous year. Moreover, the country exported 138.4 thousand tons of copper concentrate. The figure shows the increase of 14.6 thousand tons or 11.8 percent. In addition, the export of oil in the reference period reached 570.6 thousand barrels, increased by 282.9 thousand barrels or 98.3 percent from the previous year. Whereas, the export of iron ore and concentrate decreased by 213.0 thousand tons or 21.7 percent compared with the same period of the previous year.

STOCK MARKET VALUE REACHED 3 MNT TRILLION

- The TOP-20 index, which determines the trend of the Mongolian stock market, reached 22,000 points, an increase of 3.1 percent from the previous week. This is the highest figure since 2017. The TOP-20 index reached a record high of 24,520 in December 2017. Ard Credit NBFJ traded 7.4 million shares last week, leading the number of shares traded. "Ard Financial Group" JSC traded 4.2 billion MNT and was the leader in terms of value.

Sources:

- Monthly bulletin of statistics, February 2021, National Statistics office of Mongolia
- Monthly bulletin of statistics, February 2021, Mongolbank
- www.1212.mn, www.mongolbank.mn; www.montsame.mn