



Company Profile

Organization Name:	Mongolian Central Clearing House and Central Depository
Country/ Region:	Mongolia/Asia
Name of CEO:	Aldarjavkhlan Jukov Deputy CEO Phone: (976) 7011-4424 Fax: (976) 7011-4424 Email: ajn8000@gmail.com Website: www.schcd.mn
Number of Officers and Employees:	7 and 32 respectively (as of December 2015)
Ownership and Governance (Main Shareholders)	State owned
Brief History	<p>1991 – The Settlement and Depository Department was first established when the Mongolian Stock Exchange got founded and performed its initial registration of privatization.</p> <p>1995.08 – The first account was opened at the central depository by the “Mergen Sanaa” BDC for its customers.</p> <p>1995.08 – First cash transaction has been performed at the central depository.</p> <p>1995.08 – The first trading settlement of Mongolian Stock Exchange (MSE) was made.</p> <p>1997-2000 – A registration error of listed issuers’ was determined; therefore, its root cause was corrected and the security balance work was conducted successfully.</p> <p>1999 – The first government bond traded at the MSE was successfully settled.</p> <p>2001 - The first company bond traded at the MSE was successfully settled and its registration was implemented at the central depository.</p> <p>2003 – By the Government decree, Settlement and Depository Departments are separated from MSE and organized into independent juridical entity with a 100% state ownership in regards with the securities law.</p> <p>2005 – MSCH&CD became a member of Asia-Pacific Central Securities Depository Group (ACG).</p> <p>2006 – MSCH&CD got decisions made on the 560 million MNT left over from the risk funds of the securities market and distributed 370 million MNT to its investors from the first dispersement of Government funds.</p>

2006 – MSCH&CD has established the first database of dividends passed through the MSE between 1992 and 1999.

2007 – For the first time, MSCH&CD delegates participated in the 9th World Securities Clearing and Securities Depository Organizations' Conference.

2008 – A brand new “E-Clearing house” system is started to process in the MSCH&CD's information database system to meet international standards and needs of securities clearing and depository functions while separating from MSE's database.

2008 – Customers has had an opportunity to check his securities account balance at the central depository via conducting online services.

2009 – Legal framework of MIC Mortgage bond listed is established and its registration and transaction settlement are successfully executed.

2010.05 – Non-cash transaction settlement through customer's bank account is implemented and stopped securities cash transaction.

2010.11 – MSCH&CD entered as a partner member of ANNA within International Numbering Permission which is issued by Mongolian Financial Regulatory Commission. MSCH&CD is responsible for registering of securities along with international standard ISO6166.

2010.12 – Securities, bonds, and derivatives which are listed and unlisted in the MSE has started to register at the central depository according to the international standards.

2011.04 – MSCH&CD was done the registration of 15 billion shares of “Erdenes Tavan Tolgoi” JC under Government decree №98, issued on March 31, 2011.

2011.09 – MSCH&CD successfully organized ACG 13th Cross Training Seminar in Ulaanbaatar, Mongolia on 14-16 September, 2011.

2011.10 – MSCH&CD started to implement the securities settlement at the real time transaction through RTGS system of Mongol Bank.

2012.07 – T+3 securities settlement system has launched in the Mongolian securities market which is implemented by the Millennium IT system.

2012 – MSCH&CD has entered cooperation agreement with commercial banks such as Khaan, Golomt, Khas and Trade Development bank in order to execute securities settlement.

2012.10 – Government bond is traded at the primary market and MSCH&CD confirmed its ownership right and its registration was done.

2013 – Mongolian Securities Market Law is renewed.

2013 - Registration and depository of the secondary market for Government bonds traded by MongolBank.

2014 – MSCH&CD is now owned by Ministry of Finance.

	2015 – Registration of ownership rights of “Erdenes TavanTolgoi” JSC.
	2015 – The security settlement cycle is changed to T+1.
Types and number of Participants	2 market organizers, 4 Banks, 57 brokers, 328 issuers and all types of investors
Regulatory Environment	Constitutional Law, Civil Law, Securities Law, Company Law, Secrecy of Organizations Law, Personal Secrecy Law, Criminal Law, Money Laundry Law and other related regulation of FRC and MSCH&CD, etc.
Stock Exchanges	Mongolian Stock Exchange
Other CSDs or clearing organization in your country	N/A
Services Provided	Depository and clearing and settlement, corporate actions, and reports,
Eligible Securities	Listed and unlisted equities and debts
Corporate Action services Provided? Yes/No	Yes
(If yes, what kinds of services provided?)	Dividends, liquidations, stock splits, mergers, acquisitions,
Value of Securities in Custody (US\$):	N/A
Amount of Cash Settled per annum (US\$):	\$3.15 million (in the year of 2015) /Exchange rate=₮2,000 per USD/
Percentage of Securities Immobilized/ Dematerialized:	100%
Market Capitalization/ Trading volume per annum (US\$):	\$631.2 million /Exchange rate=₮2,000 per USD/
Memorandum of Understanding/ Business Agreement (Date)	2010.11.25
Cross-Broader Transaction (Counterpart)	N/A
Withholding Tax Treatment of Cross-Border Trading Transactions (Details)	Dividends, interest and royalty payments to non-resident taxpayers are subject to a withholding tax of 20%.Also the tax varies depending on the Double Taxation Treaties with 28 countries.
DVP Implementation (Yes/No)	Yes
Settlement Period	T+1
Contact Information	Solongo Gombo-Ochir Depository Specialist Phone: (976) 7011-3671

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