

CAREC Federation of Carrier and Forwarder Associations
BUSINESS NETWORKING FORUM

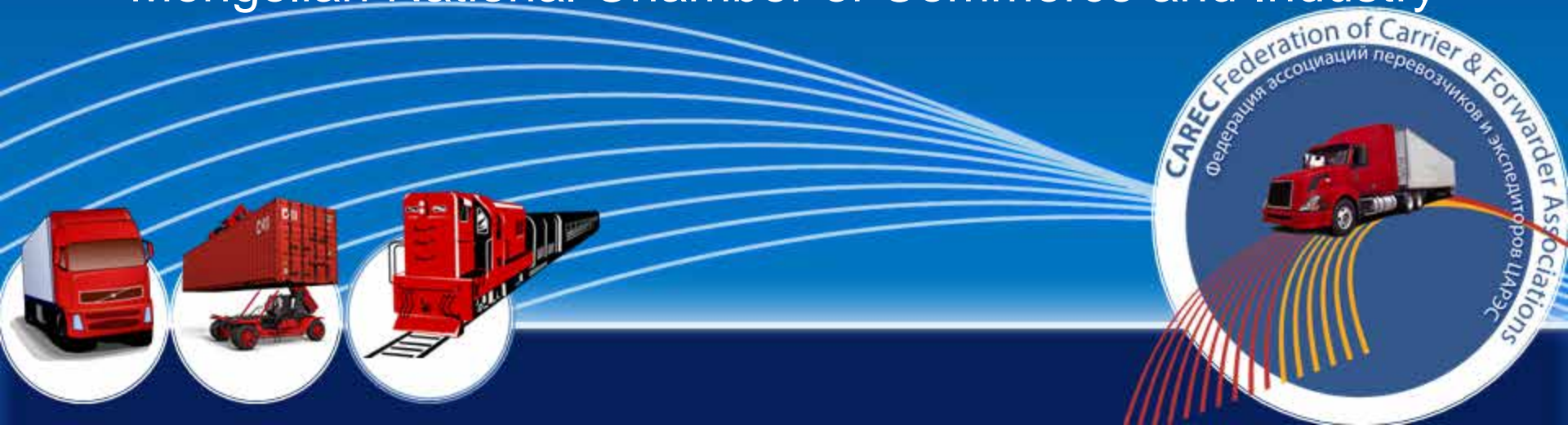
4-5 June 2012; Hohhot, Inner Mongolia, People's Republic of China

Mongolia

By: Ms. Gereltuya Bat-Ulzii

Senior officer, Barcode & Logistics Division

Mongolian National Chamber of Commerce and Industry



MONGOLIA

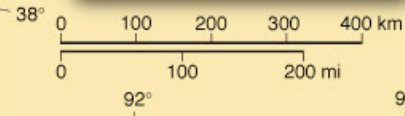
RUSSIAN FEDERATION



- ★ National capital
- Provincial capital
- Town, village
- ✈ Major airport
- International boundary
- - - Provincial boundary
- Main road
- +— Railroad

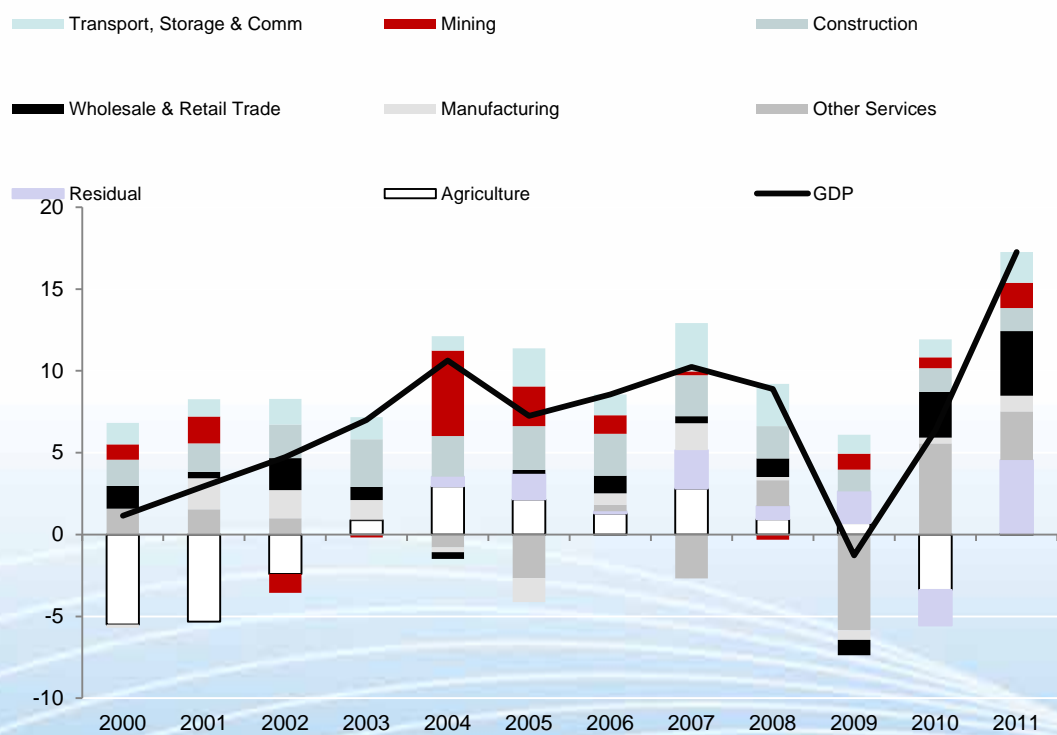


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Mongolia trade & transport sector

In 2011 Economic growth rapidly increased up to 17.3 percent

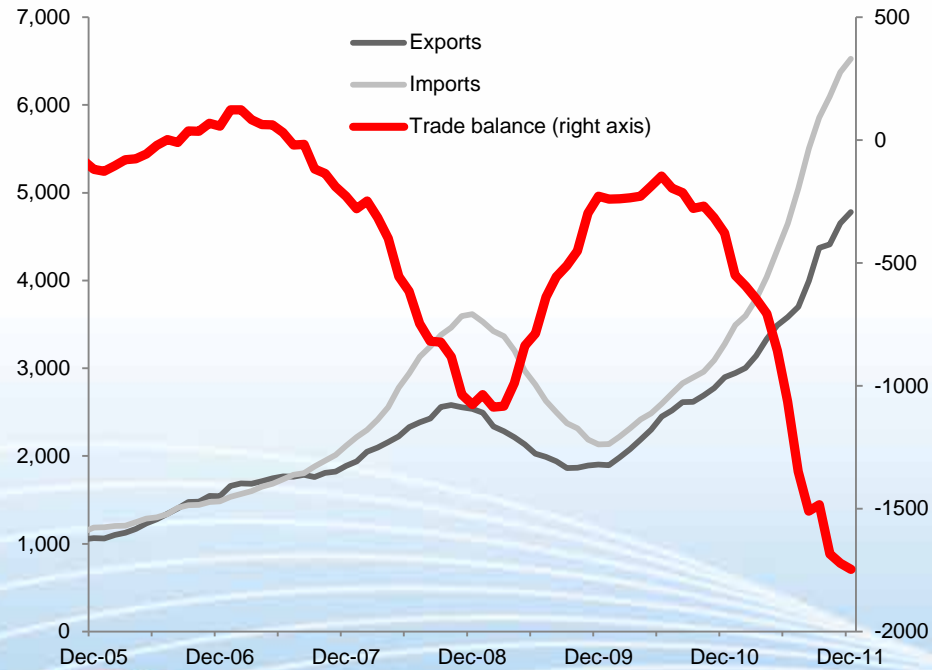


GDP Growth accelerated to an unprecedented 17.3 percent in 2011



Mongolia trade & transport sector

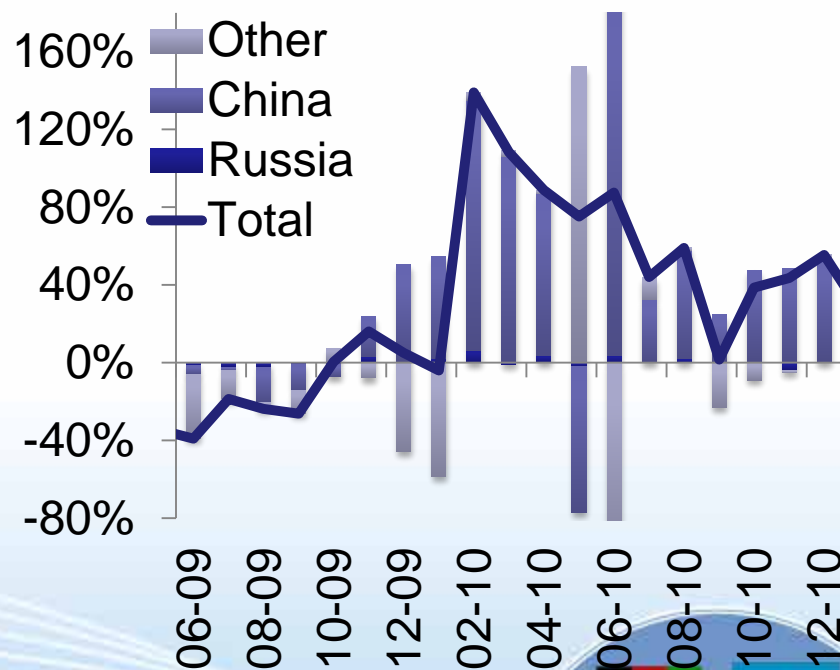
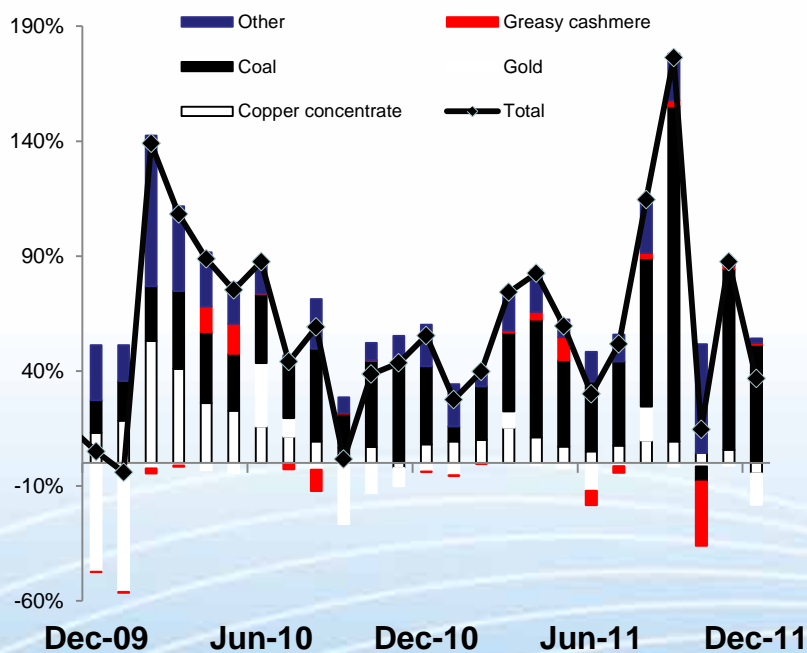
Trade deficit reached record level (US \$ 1.7 bn in December 2011) as imports of mining-related equipment and fuel imports have surged.



Mongolia trade & transport sector

Exports are grown as well, reaching US \$4.8 bn in December 2011
 December from US\$ 2.9 bn a year ago

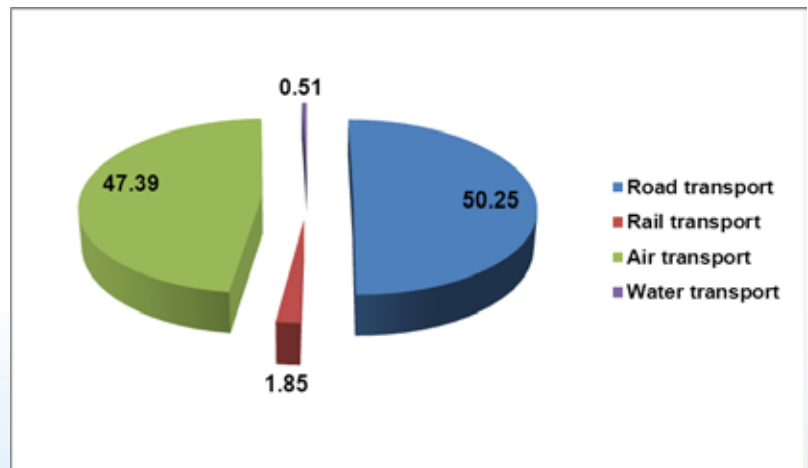
Export grow supported almost entirely by coal shipments to China.



Mongolia trade & transport sector

Total length of the country's road network is 98.123 thousand km including international, state and local government roads. Road pavement type by administration is as follows:

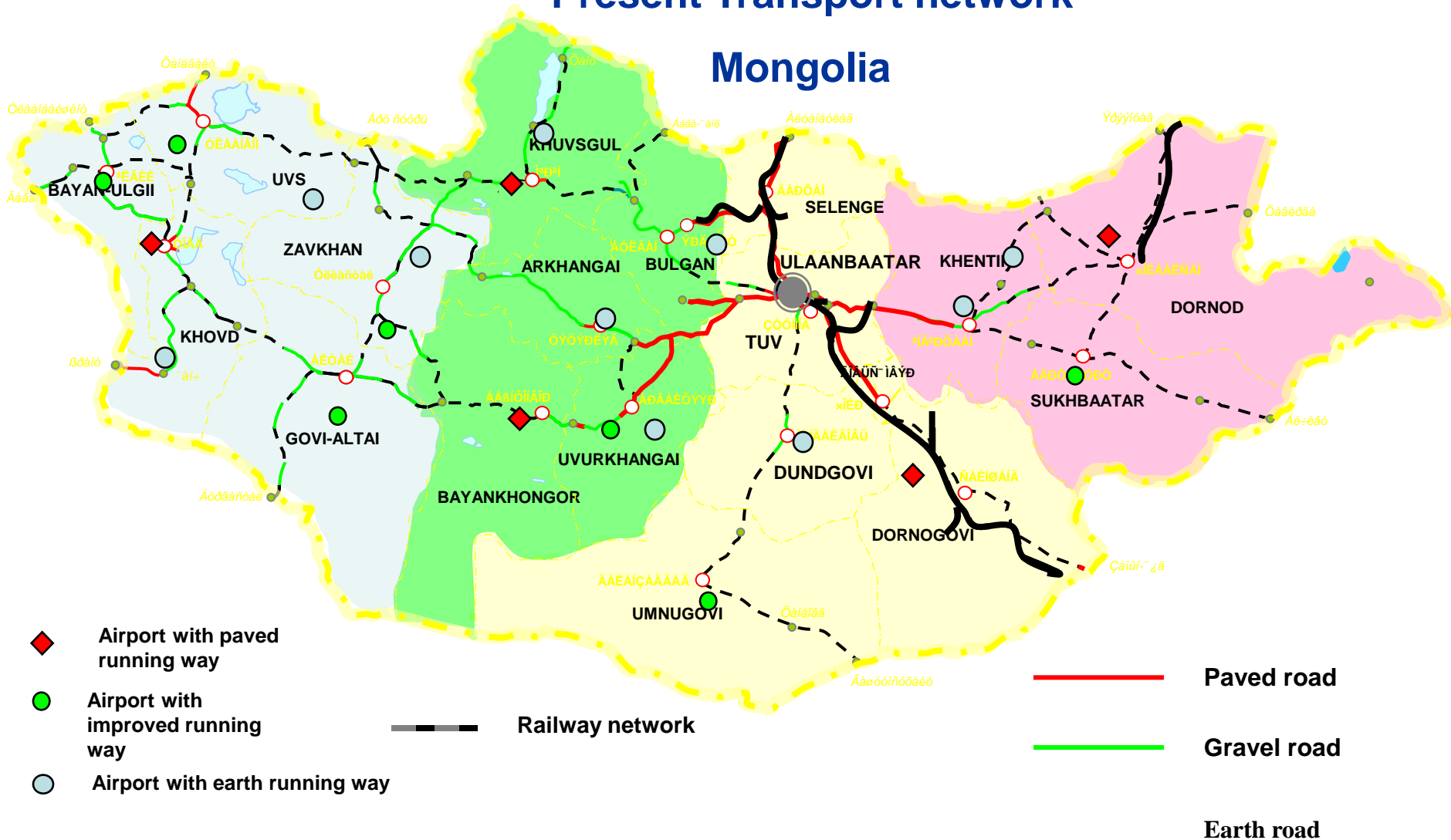
Transport modes	Total length of road network /th.km/	Percent, %
Road transport	49,308	50,25
Rail transport	1,815	1,85
Air transport	46,5	47,39
Water transport	0,5	0,51
Total	98,123	100,00



Mongolia trade & transport sector

Present Transport network

Mongolia



Mongolia trade & transport sector

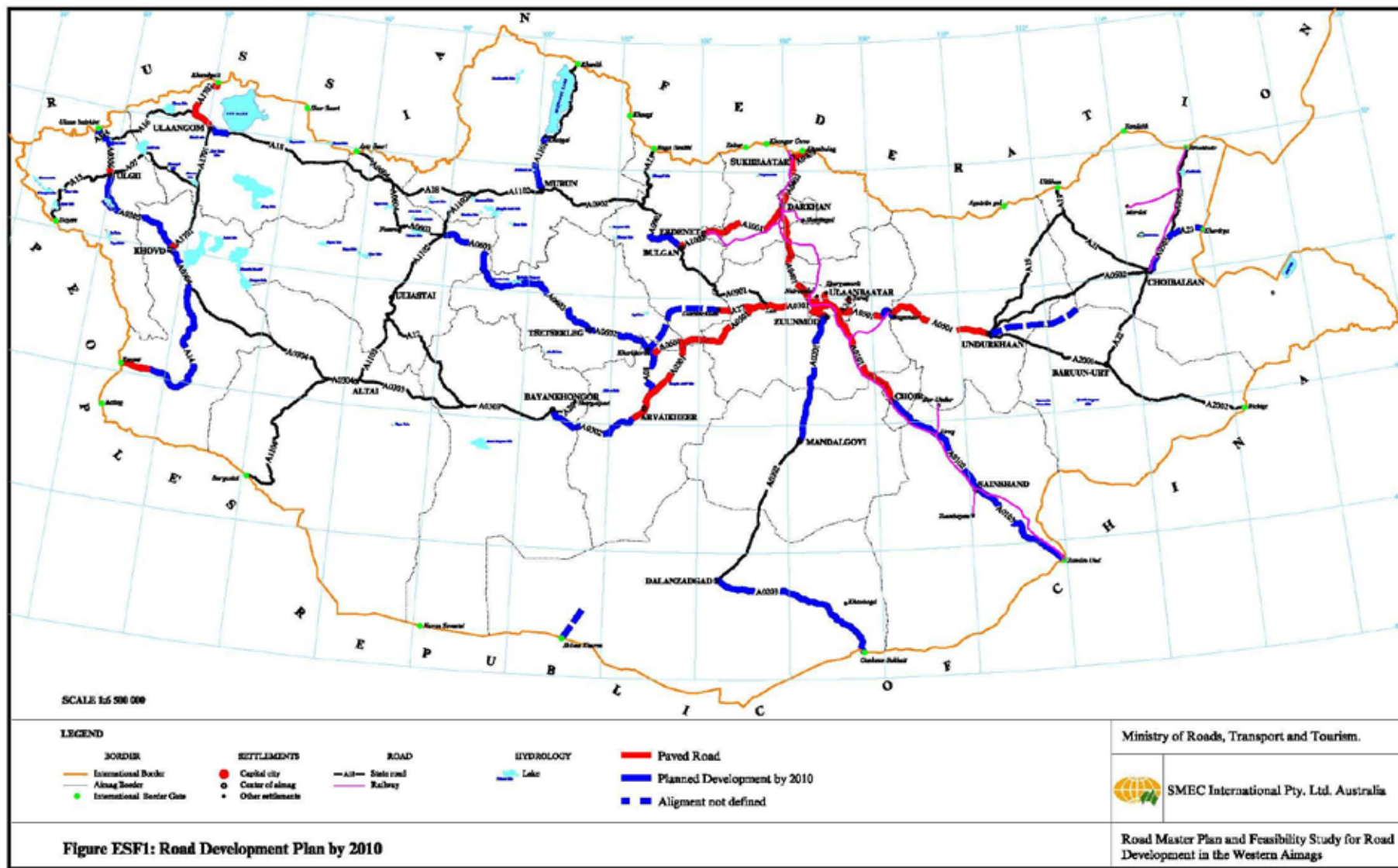
Road Transport

- Has strated since 1920's and played an important role in the transport sector of the country while other transport modes were not sufficiently providing countrywide service.
- After transition to the market economy as a result of government policy on privatization all road transport sector were privatized. (except four Ulaanbaatar city public bus companies)
- As a part of Government 's Road network development mid-term strategy, in 2001 has started 'Millennium road' project.
- Main strategic road connected with Chienese border (Altanbulag – UB-Choir-Zamiin-Uud) has to be done in 2008, but only done paved road until Choir.



Mongolia trade & transport sector

State roads by 2010



Ministry of Roads, Transport and Tourism.



SMEC International Pty. Ltd. Australia

Road Master Plan and Feasibility Study for Road Development in the Western Aimags

Figure ESF1: Road Development Plan by 2010

Mongolia trade & transport sector

State roads by 2030

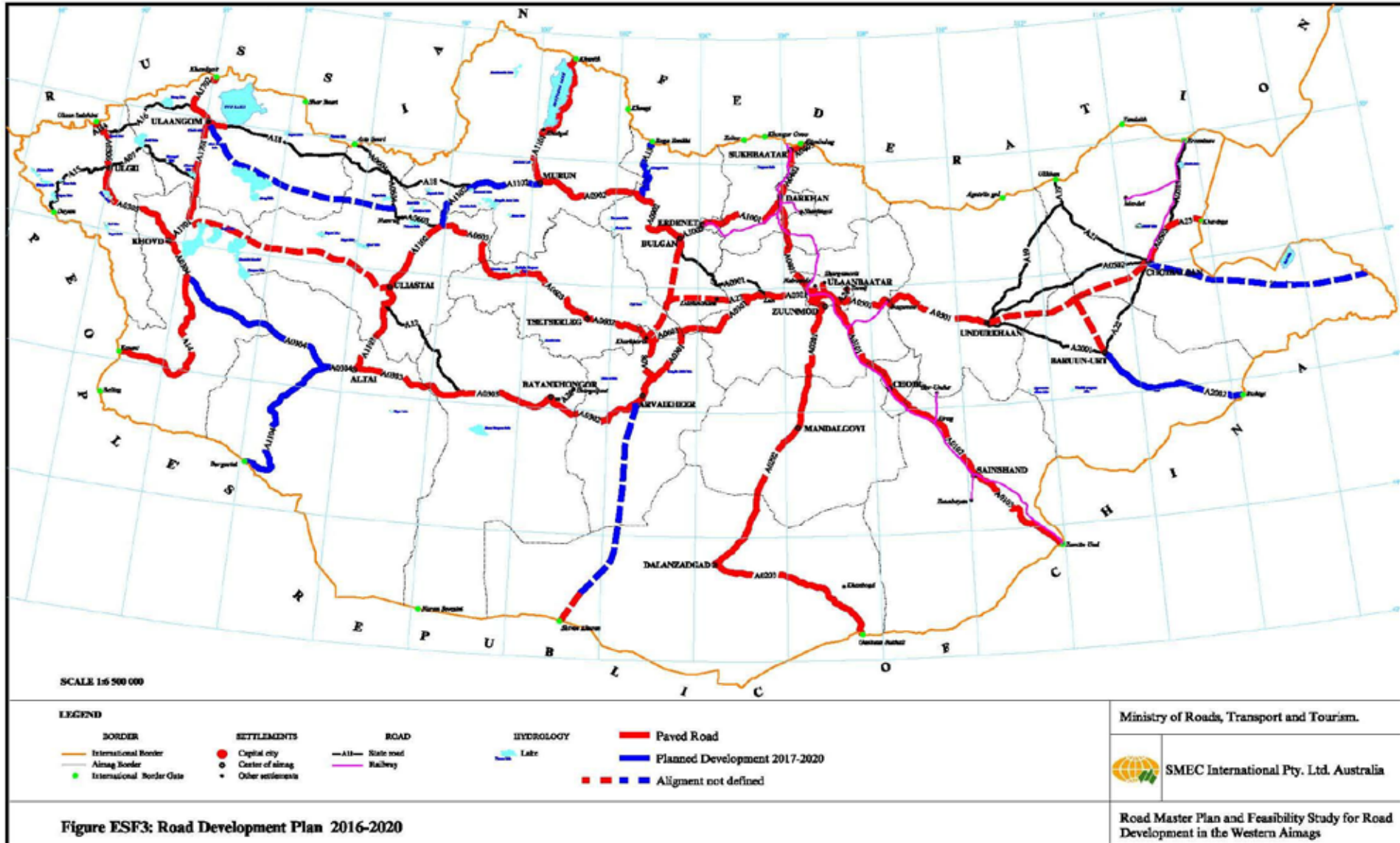


Figure ESF3: Road Development Plan 2016-2020

Mongolia trade & transport sector

Asian Highway via Mongolia

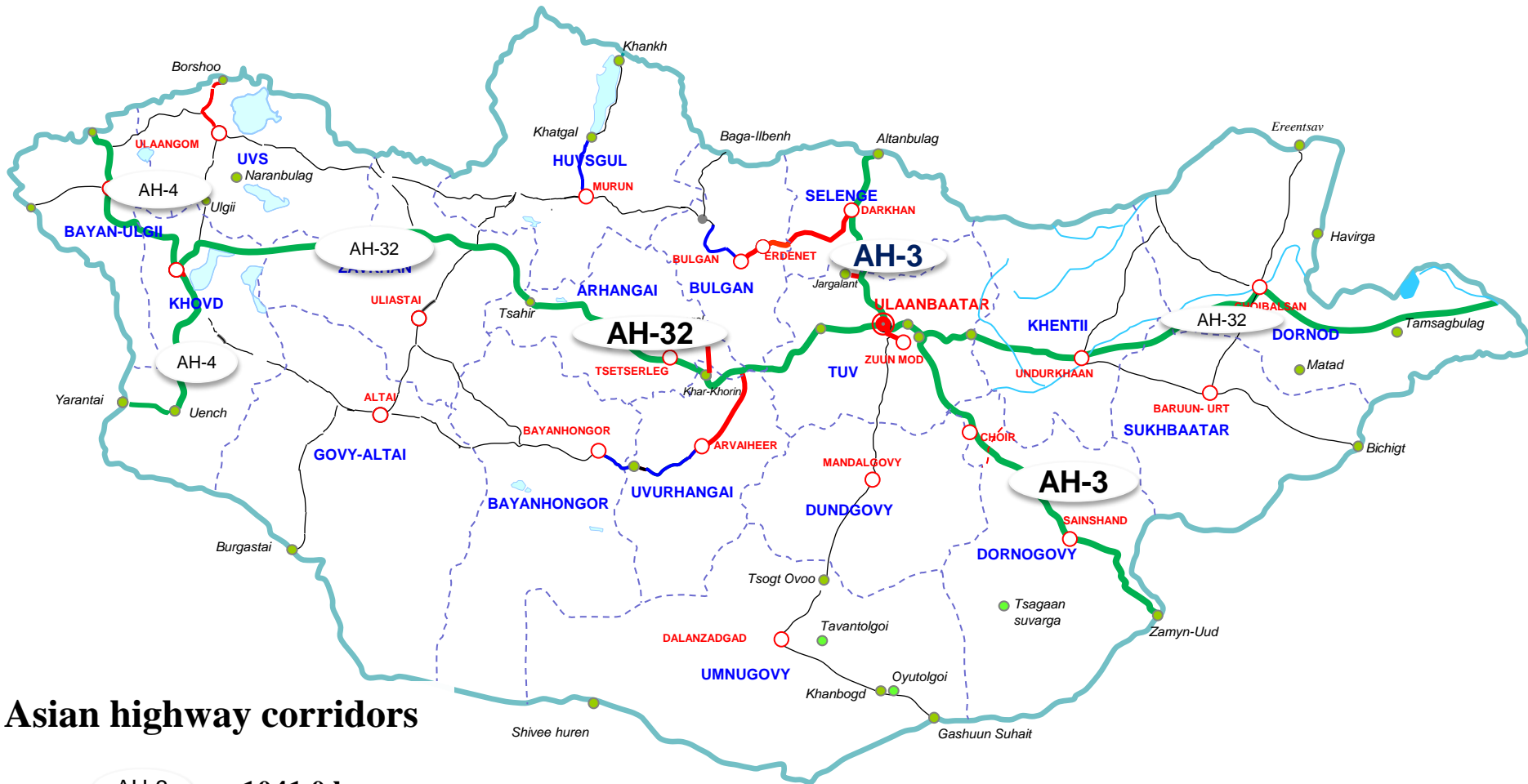
The Mongolian Asian Highway links include following three main corridors:

- **AH-3** that links regional markets of Siberia with the hinterland markets and the international eastern seaboard ports of China via main vertical road, Altanbulag-Darkhan-Ulaanbaatar-Nalaikh-Choir-Sainshand-Zamiin uud
- **AH-4** which links the regional markets of Siberian region with Xinjiang Autonomous Region in China to the border with Pakistan via western vertical main road, Tsagaannuur-Olgy-Khovd-Yarant
- **AH-32** which forms the country's principle east-west horizontal arterial corridor, Khovd-Uliastai-Ulaanbaatar-Choibalsan-Sumber-Nomrog has its eastern junction with AH31 that provides access to the Korean Peninsula and its western junction with AH-4 in the western region of Mongolia.



Mongolia trade & transport sector

Asian Highway Routes in Mongolia



Asian highway corridors

AH-3	1041.0 km
AH-4	743.0 km
AH-32	2325.1 km

Mongolia trade & transport sector

ASIAN HIGHWAY ROUTE MAP



Mongolia trade & transport sector

Railway

- Mongolian Railway is managed by the Mongolian-Russian joint stock company.
- MR is dominant in freight transport and carries out over 90% of total freight turnover of Mongolia.
- ‘New railroad’ project has approved by the Government in 2010 as a part of Government’s Policy on Railway Development with goal to build infrastructure for mining deposits in where reserves are defined, promote industrialization and develop region’s society and economy by expanding rail way infrastructure
- Construction work of ‘New railroad’ project will start on second quarter of 2012



Mongolia trade & transport sector

Mongolia connects with Central Asian counties via CAREC Corridor 4.

CORRIDOR 4

CAREC (4b) –Altanbulag –Darkhan-Ulaanbaatar-Nalaikh-Choir-Sainshand-Zamiin Uud in central region

CAREC (4a)
Yarant–Khovd-Olgly-Tsagaannuur in western region



Mongolia trade & transport sector

Mongolia has included The Greater Tumen Initiative (GTI) which aim to improve basic infrastructure, ensure energy security, boost tourism development, facilitate trade and investment, and promote environmental sustainability in the region.



Mongolia trade & transport sector

Future development plans to improve trade & transport routes

Mongolian Government and other sources have created numerous strategies for the transport sector encompassing expected goals for the long term and anticipated budgets.

- National Development Strategy 2007-2021 (NDS)
- National Transport Strategy for Mongolia (NTS)
- “Transit Mongolia” program,
- Mongolian Road Master Plan 2008-2020 (RMP)
- ‘Single Electronic Window’ National program



Mongolia trade & transport sector

Future development plans to improve trade & transport routes

'Transit Mongolia' Programme

- Has adopted by Government in May of 2008
- Will be implemented to 2015.
- Includes
 - ∅ Construction a secondary railway line
 - ∅ Railway electrification project
 - ∅ Construction Asian Highway Routes in Mongolia
 - ∅ Facilitation Transit transport through Mongolian territory
 - ∅ Construction transport and trade logistics and terminals etc.

'Single Window' Programme

- Implement 'Single Electronic Window' service in Mongolia and improve status of trade facilitation as well as trade & transport industry.
- Has approved by the Government in 2007 (financial part - Asian Development bank).





Mongolian National Chamber of Commerce and Industry

The main representative body of Mongolian Business Community

.... **Since 1961**





Vision

To be the leading and proactive stakeholder in developing the Mongolian Private sector

To be the main promoter and facilitator for a sound business and investment environment in Mongolia

To be main business and economy related policy advocacy institution of Mongolia

§ 3000 members nationwide

§ 20 branches





Mongolian National Chamber of Commerce and Industry





International Membership of MNCCI



§ **ICC** (International Chamber of Commerce and Industry)



§ **CACCI** (Confederation of Asia-Pacific Chambers of Commerce and Industry)



§ **WBCSD** (World Business Council for Sustainable Development)



§ **GS1 – Global Language of Business**

§ **ATPF** (Asian Trade Promotion Forum)



§ **EAN International**

§ **BIE** (Bureau International Exposition)



§ **FARA** (Federation of Asia Pacific Retailers Association)

§ **ATA Carnet**



§ **ILAC** (International laboratory Accreditation Cooperation)





Support for International Initiatives



§ United Nations Global Compact Initiative



§ Partnering Against Corruption Initiative of World Economic Forum





Trade & Transport Facilitation Council under MNCCI

- § Functionate with more than 40 members such as ministries, agencies, business and professional unions, non-governmental organizations and business departments related to transport industry
- § Influence transport industry policy of government through public – private sector dialogue
- § Support transport, freight forwarding companies









Thank you for your attention

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