

**“TRANSIT MONGOLIA” NATIONAL PROGRAM
ACTION PLAN**

1	Activities	Time	Finance amount /mil. USD/	Finance type	Body in charge
1. Refining legal environment for foreign trade, international transportation and logistics service					
1.1	Study international conventions, contracts and agreements; identify the needs for acceding to these agreements-	2008-2009			Ministry of Foreign Affairs; Ministry of Justice and Home Affairs; Ministry of Road, Transportation and Tourism; Ministry of Industry and Trade; National Committee for Facilitation of Trade and Transportation
1.2	Organize activities related to acceding to conventions, contracts and agreements	2008-2012		Operational expenses of related government administrative organizations	Ministry of Foreign Affairs; Ministry of Justice and Home Affairs; Ministry of Road, Transportation and Tourism; Ministry of Industry and Trade; National Committee for Facilitation of Trade and Transportation
1.3	Make amendments to national laws and legislations in compliance to acceded international conventions, contracts and agreements	2008-2012		Operational expenses of related government administrative organizations	Ministry of Justice and Home Affairs; Ministry of Road, Transportation and Tourism; Ministry of Industry and Trade; National Committee for Facilitation of Trade and Transportation
1.4	Refine and amend laws on auto transportation, civil aviation, railway, marine transportation reflecting transportation and logistics issues	2008-2010		Operational expenses of related government administrative organizations	Ministry of Justice and Home Affairs; Ministry of Road, Transportation and Tourism; Ministry of Industry and Trade; National Committee for Facilitation of Trade and Transportation
1.5	Develop rules and guidelines providing legal regulation on making transit transportation and logistics related activities in line with border and customs control measures	2008-2010		Operational expenses of related government administrative organizations	National Committee for Facilitation of Trade and Transportation; related Ministries and government agencies
1.6	Conclude transit transportation agreement between Governments of Mongolia, China and Russia (or accede to regional agreements substituting the above agreement)	2008-2009		Operational expenses of related government administrative organizations	Ministry of Foreign Affairs; Ministry of Justice and Home Affairs; Ministry of Road, Transportation and Tourism; Ministry of Industry and Trade; National Committee for Facilitation of Trade and Transportation; Working Groups for formulating and establishing transit transportation agreement drafts between Governments of Mongolia, China and Russia
1.7	Address the Chinese part with the issue of Mongol traders having access to seaport	2008-2012		Operational expenses of related government	Ministry of Foreign Affairs; Ministry of Justice and Home Affairs; Ministry of Road,

	through territory of China			administrative organizations	Transportation and Tourism; Ministry of Industry and Trade; National Committee for Facilitation of Trade and Transportation
1.8	Participate actively in activities of international and regional organizations, strengthen the position of Mongolia, establish mutually beneficial cooperation	2008-2015			Ministry of Foreign Affairs; Ministry of Justice and Home Affairs; Ministry of Road, Transportation and Tourism; Ministry of Industry and Trade; National Committee for Facilitation of Trade and Transportation
1.9	Create unified legal environment and standards by encouraging neighbor countries to join international organizations and conventions and Russia to join WTO	2008-2012			Ministry of Foreign Affairs; Ministry of Justice and Home Affairs; Ministry of Road, Transportation and Tourism; Ministry of Industry and Trade; National Committee for Facilitation of Trade and Transportation
1.10	Approve and facilitate implementation of laws and legal acts that would attract active participation of private sector in formulation and execution of sector policies	2008-2012			Ministry of Road, Transportation and Tourism; Ministry of Justice and Home Affairs; Ministry of Industry and Trade
1.11	Implement policies and activities directed at introducing new techniques and technology, developing HR and supporting private technical schools and institutions	2008-2012			Ministry of Road, Transportation and Tourism; Ministry of Justice and Home Affairs; Ministry of Industry and Trade; National Committee for Facilitation of Trade and Transportation
1.12	Develop and approve standards on transportation, trade and specifically on freight (over 10)	2008-2012		Operational expenses of related government administrative organizations	Ministry of Road, Transportation and Tourism; National Center for Standardization and Measurement; Ministry of Justice and Home Affairs; Ministry of Industry and Trade; National Committee for Facilitation of Trade and Transportation
2. Facilitating and supporting the development of trade, transportation and logistics services					
2.1	Study and utilize foreign trade related legal acts adopted by specialized UN organizations	2008-2009	0.01	Foreign aid	General Tax Authority; Ministry of Road, Transportation and Tourism; Ministry of Industry and Trade; State Inspection Authority; National Committee for Facilitation of Trade and Transportation
2.2	Adjust foreign trade related documents used in Mongolia to international standards, transfer to one unified standard	2008-2010	0.01	State budget, foreign aid	General Tax Authority; Ministry of Road, Transportation and Tourism; Ministry of Industry and Trade; National Committee for Facilitation of Trade and Transportation
2.3	Apply bar code system in Mongolia, study related technical specifications	2008-2009	0.005	Foreign aid, private sector	Ministry of Industry and Trade; General Tax Authority; National Chamber of Trade and Industry
2.4	Procure, install and use equipment required for application of bar code	2008-2010	0.1	Foreign aid, private sector	Ministry of Industry and Trade; General Tax Authority; Mongolian National Chamber of

					Commerce and Industry
2.5	Translate and prepare rules, guidelines and frameworks developed by related international organizations with regard to bar code application, produce manuals, introduce to economic entities, organize trainings and seminars	2008-2009	0.1	Foreign aid, private sector	Mongolian National Chamber of Commerce and Industry
2.6	Procure, install and use bar code printing and reading equipment at customs region, industrial parks, logistics' center and terminal entities to be established in border ports		0.5	Foreign aid, private sector	General Tax Authority; Ministry of Industry and Trade; Mongolian National Chamber of Commerce and Industry
2.7	Use bar codes in monitoring export and import flow and in developing transportation and logistics principles; start and normalize bar code utilization activities in all distribution channels	2008-2012		Foreign aid, private sector	Ministry of Industry and Trade; Mongolian National Chamber of Commerce and Industry ; Ministry of Finance
2.8	Provide with possibilities to use bar codes in trade, transportation logistics sector as well as in all distribution channels; develop EDI and other related software for data transmission technology	2008-2012	0.1	Foreign aid, private sector	Ministry of Finance; Mongolian National Chamber of Commerce and Industry; Information Communication and Technology Authority
2.9	Formulate technical and economic specifications for establishing customs secured warehouses in Zamyn Uud, Altanbulag and Tsagaan Nuur area	2008-2012	1.35	State budget, foreign aid, private sector	General Tax Authority; State Inspection Authority; Ministry of Industry and Trade; National Committee for Facilitation of Trade and Transportation
2.10	Formulate technical and economic specifications for establishing quarantine facilities in Zamyn Uud, Altanbulag and Tsagaan Nuur area	2008-2012	0.3	State budget, foreign aid, private sector	Ministry of Finance, State Inspection Authority; Ministry of Industry and Trade
2.11	Formulate technical and economic specifications for establishing fright specialized terminal entities and logistics centers near Ulaanbaatar city	2008-2009	0.65	Local state budget, foreign aid, private sector	General Tax Authority; Ministry of Road, Transportation and Tourism; Ministry of Industry and Trade; State Inspection Authority; National Committee for Facilitation of Trade and Transportation; international organizations
2.12	Prepare plans and designs for establishing fright specialized terminal entities and logistics centers near Ulaanbaatar city, resolve land related issues	2009-2011	0.2	Local state budget, foreign aid, private sector	Ministry of Road, Transportation and Tourism; Ministry of Industry and Trade; National Committee for Facilitation of Trade and Transportation
2.13	Build fright specialized terminal entities and logistics centers near Ulaanbaatar city	2011-2014	18.0	Local state budget, foreign loan and aid, private sector	Ministry of Road, Transportation and Tourism; Ministry of Industry and Trade; National Committee for Facilitation of Trade and

					Transportation
2.14	Establish a network between freight specialized terminal entities and logistics centers near Ulaanbaatar city	2010-2015	1.0	Local state budget, foreign aid, private sector	Related ministries and government agencies
2.15	Formulate technical and economic specifications for establishing upscale logistics center, terminal entity, sterilization and disinfection facility and quarantine facility in Zamyn Uud	2008-2010	0.5	State budget, foreign aid, private sector	Ministry of Road, Transportation and Tourism; General Tax Authority; State Inspection Authority; Railway Authority; Ulaanbaatar Railway; National Committee for Facilitation of Trade and Transportation
2.16	Establish upscale logistics center, terminal entity in Zamyn Uud	2008-2011	20.0	State budget, foreign loan and aid, private sector	Ministry of Road, Transportation and Tourism; General Tax Authority; State Inspection Authority; Railway Authority; Ulaanbaatar Railway; National Committee for Facilitation of Trade and Transportation; Private sector; foreign investment
2.17	Formulate technical and economic specifications for establishing A-N class logistics center and terminal entity	2009-2012	0.5	State budget, foreign aid, private sector	Ministry of Road, Transportation and Tourism; General Tax Authority; Railway Authority; Ulaanbaatar Railway; National Committee for Facilitation of Trade and Transportation
2.18	Establish A-N class logistics center and terminal entity	2009-2014	10.0	State budget, foreign aid, private sector	Ministry of Road, Transportation and Tourism; General Tax Authority; Railway Authority; Ulaanbaatar Railway; National Committee for Facilitation of Trade and Transportation; Private sector; foreign investment
2.19	Coordinate Altanbulag trade free zone activities in line with logistics center and terminal entity activities	2008-2012	50.0	Foreign aid, private sector	Ministry of Industry and Trade; General Tax Authority; State Inspection Authority; General Authority for Border Protection
2.20	Coordinate Zamyn Uud economic free zone activities in line with logistics center and terminal entity activities	2008-2012	50.0	Foreign aid, private sector	Ministry of Industry and Trade; General Tax Authority; State Inspection Authority; General Authority for Border Protection
2.21	Formulate technical and economic specifications for establishing freight terminal entities in Khovd, Uliastai, Kharkhorin, Erdenet, Choibalsan and Undurkhaan	2010-2012	7.0	State budget, foreign aid, private sector	Ministry of Industry and Trade; General Tax Authority; Mongolian National Chamber of Commerce and Industry; National Committee for Facilitation of Trade and Transportation
2.22	Establish freight terminal entities in Khovd, Uliastai, Kharkhorin, Erdenet, Choibalsan and Undurkhaan	2012-2015	30.0	State budget, foreign aid, private sector	Ministry of Industry and Trade; General Tax Authority; State Inspection Authority; General Authority for Border Protection; Private sector; foreign investment
2.23	Formulate technical and economic specifications for establishing railway, auto road and air transport international network HUB based on a new international airport to be built in Ulaanbaatar city	2008-2011	1.5	State budget, foreign loan and aid, private sector	Ministry of Finance; Ministry of Road, Transportation and Tourism; National Committee for Facilitation of Trade and Transportation

2.24	Establish railway, auto road and air transport international network HUB based on a new international airport to be built in Ulaanbaatar city	2013-2015	200.0	State budget, foreign loan and aid, private sector	Ministry of Finance; Ministry of Road, Transportation and Tourism; National Committee for Facilitation of Trade and Transportation
2.25	Renovate and increase number of parks for all types of transportation rolling stocks; especially renovate railway transportation rolling stock park with special wagons that meet norms for storage and transportation of easily damaged and fragile goods.	2008-2015	250.0	State budget, foreign loan and aid, private sector	Ministry of Finance; Ministry of Road, Transportation and Tourism
3. Expanding national road and transport network, connecting it to international transport system					
3.1	Commissioning of auto road from Choir to Zamyn Uud	2008	52.0	State budget, foreign loan and aid	Ministry of Finance; Ministry of Road, Transportation and Tourism
3.2	Commissioning of auto road around Ulaanbaatar city from Yarmag bridge to Bayanzurkh entrance point	2009-2011	3.6	(private sector), foreign loan and aid with condition of repayment from state budget	Ministry of Finance; Ministry of Road, Transportation and Tourism; National Committee for Facilitation of Trade and Transportation
3.3	Commissioning of ÄÍ-3 auto road	2008-2011	132.0	(private sector), foreign loan and aid with condition of repayment from state budget	Ministry of Finance; Ministry of Road, Transportation and Tourism
3.4	Finish construction of ÄÍ-32 auto road	2008-2015	150.0	State budget, foreign loan and aid, private sector	Ministry of Finance; Ministry of Road, Transportation and Tourism
3.5	Establish auto station for international passenger transportation in Ulaanbaatar, Altanbulag and Zamyn Uud	2008-2018	2.5	State budget, foreign loan and aid, private sector	Ministry of Finance; Ministry of Road, Transportation and Tourism
3.6	Connect regional centers and aimag centers with paved road	2008-2015	377.4	State budget, foreign loan and aid, private sector	Ministry of Finance; Ministry of Road, Transportation and Tourism
3.7	Study and resolve the issue on putting second track to general railway network	2008-2009	1200.0	State budget, foreign loan and aid, private sector	Ministry of Finance; Ministry of Road, Transportation and Tourism
3.8	Formulate technical and economic specifications for using electric trains in railway	2008-2010	20.0	State budget, foreign loan and aid, private sector	Ministry of Finance; Ministry of Road, Transportation and Tourism; National Committee for Facilitation of Trade and Transportation
3.9	Implement a project on using electric trains in railway	2010-2015	1200.0	State budget, foreign loan and aid, private sector	Ministry of Finance; Ministry of Road, Transportation and Tourism
3.10	Formulate technical and economic	2008-2009	50.0	State budget, foreign	Ministry of Finance; Ministry of Road,

	specifications for establishing railway networks in eastern and Gobi regions			loan and aid, foreign investment	Transportation and Tourism; Ministry of Industry and Trade; National Committee for Facilitation of Trade and Transportation
3.11	Construction and commissioning of A1-4 auto road connecting Yarant-Khovd-Ulgii-Tsagaannuur	2008-2012	110.0	State budget, foreign loan and aid, private sector	Ministry of Finance; Ministry of Road, Transportation and Tourism
4. Supporting international transit transportation					
4.1	Refine legal environment for having international auto road transit transportation on a route Zamyn Uud-Ulaanbaatar- Altanbulag	2008-2010	-	-	Ministry of Road, Transportation and Tourism; Ministry of Justice and Home Affairs; Ministry of Foreign Affairs; Customs General Administration; General Authority for Border Protection
4.2	Establish service infrastructure for introducing international auto road transportation of containers on a route Zamyn Uud-Ulaanbaatar- Altanbulag	2009-2012	75.0	State budget, foreign loan and aid, private sector, foreign investment	Related ministries, government agencies
4.3	Implement TIR Convention and other international agreements related to facilitation of trade and transportation	2008-2015	-	-	Ministry of Road, Transportation and Tourism; General Customs Authority
4.4	Expand cooperation with freight forwarding agencies from China, Russia, Asian and European countries; organize regular business meetings	2008-2015	0.08	Foreign aid, private sector	Ministry of Road, Transportation and Tourism; Ministry of Industry and Trade; Customs General Administration; National Committee for Facilitation of Trade and Transportation
4.5	Introduce and promote national programs, attract international corporations, develop cooperation with them	2008-2015	0.16	State budget, foreign aid	Mongolian National Chamber of Commerce and Industry; National Committee for Facilitation of Trade and Transportation
4.6	Encourage and expand private sector initiatives such as Asia-Europe connecting "Friendship"; "Mongol Vector" container line	2008-2015	0.2	Foreign aid, private sector	Ministry of Road, Transportation and Tourism; Private sector
4.7	Have a ship for sea transport, support development of sea transport	2010-2015	50.0	Foreign aid, private sector	Ministry of Road, Transportation and Tourism; Private sector
4.8	Support use of sea port entities and use of sea wealth	2010-2015		Foreign loan and aid, private sector	Ministry of Road, Transportation and Tourism
5. Facilitating and improving the efficiency of border, customs and state inspection activities					
5.1	Install and use X-ray device for checking wagons in Zamyn Uud and Sukhbaatar ports	2008-2010	6.0	State budget, foreign loan and aid	Ministry of Finance; State Inspection Authority; Customs General Administration
5.2	Install and use X-ray device for checking containers in Sukhbaatar port	2008-2009	3.0	State budget, foreign loan and aid	Ministry of Finance; State Inspection Authority; Customs General Administration
5.3	Make technical and economic estimations for establishing control and analysis laboratory in border ports	2008-2010	0.5	State budget, foreign loan and aid	Ministry of Finance; State Inspection Authority; Customs General Administration; Ministry of Road, Transportation and Tourism; National Committee for Facilitation of Trade and Transportation

5.4	Establish control and analysis laboratory in border ports	2010-2015	10.0	State budget, foreign loan and aid	State Inspection Authority; Customs General Administration
5.5	Implement measures to improve risk management system in customs clearance and control	2008-2015	0.2	State budget, foreign aid	State Inspection Authority; Customs General Administration
5.6	Implement measures to establish and improve risk assessment system in state inspection work	2008-2010	0.2	State budget, foreign loan and aid	State Inspection Authority
6. Introducing innovations of information and communication technology in facilitating trade, transport and logistics services					
6.1	Introduce one stop e-service into foreign trade sector	2008-2012	5.0	State budget, foreign aid, foreign investment	Ministry of Finance; Customs General Administration; Ministry of Industry and Trade
6.2	Simplify information in trade and transport related documentations, introduce a unified standard, shift to electronic version	2008-2012	0.5	State budget, foreign loan and aid	Ministry of Finance; Customs General Administration; Ministry of Industry and Trade;
6.3	Establish a system for transfer and exchange of information and documents related with international trade; implement activities on defining and coordinating roles and activities of related government organization	2008-2012	0.8	State budget, foreign loan and aid	Related ministries and government agencies
6.4	Disseminate information through website of National Committee for Facilitation of Trade and Transportation in Mongolian, English and other international languages; create favorable environment for developing cooperation between participating parties	2008-2015	0.2	Foreign aid	National Committee for Facilitation of Trade and Transportation; Information, Communication Technology Administration
7. Reforming trade, transport and logistics sector structure and organization and strengthening human resource management					
7.1	Strengthen capacity of organizations in charge of developing and implementing trade, transport and logistics sector policies	2008	0.2	State budget, foreign aid	Related ministries and government agencies; National Committee for Facilitation of Trade and Transportation
7.2	Establish a unified mechanism and structure for exchange of views and information on program implementation progress, timing, policies and activities as well as for providing monitoring and evaluation	2008-2009	-	-	Related ministries and government agencies; National Committee for Facilitation of Trade and Transportation
7.3	Organize study visits to countries with high	2008-2012	0.5	State budget, foreign	Ministry of Finance; Customs General

	development of trade, transport and logistics sector, learn from their experiences			loan and aid	Administration; Ministry of Industry and Trade; National Committee for Facilitation of Trade and Transportation
7.4	Organize seminars, conferences and study trips in Mongolia	2008-2015	0.8	Foreign aid, private sector	National Committee for Facilitation of Trade and Transportation
7.5	“Upgrade professional skills of trade, transport and logistics sector staff; strengthen human resources; support activities of citizens and legal bodies operating training center in this field”	2008-2012	-	-	Ministry of Education, Culture and Science; Ministry of Social Welfare and Labor; National Committee for Facilitation of Trade and Transportation
7.6	Invite internationally experienced consultants and experts for short and long term mission, organize exchange of specialists	2008-2015	0.8	Foreign aid	National Committee for Facilitation of Trade and Transportation
7.7	Establish international research center, reflect results of research works into planning and implementation of policies and activities	2008-2015	0.8	State budget, foreign loan and aid	Related ministries and government agencies; National Committee for Facilitation of Trade and Transportation
7.8	Provide with information regarding state policies and activities in trade, transport and logistics sector	2008-2015	0.2	State budget, foreign loan and aid	Related ministries and government agencies; National Committee for Facilitation of Trade and Transportation