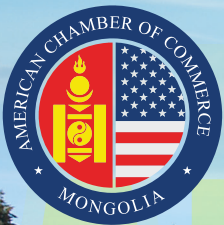


SUSTAINABLE FINANCE



АМСНАМ

CSR Q1 2026

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N. SERGELEN

Deputy Chief Executive Officer
Trade and Development Bank of
Mongolia

Thank you for joining us for this interview. To start, let's talk about the Trade and Development Bank's notable achievements over the past year.

First, thank you for inviting me to take part in this interview. We previously connected with our readers through the 15th issue of CSR-e-Journal in 2025, and we're pleased to have another opportunity in the first issue of 2026 to share the tangible results of our work and our strategic progress over the past year.

Last year marked the 35th anniversary of the Trade and Development Bank and was a year rich with achievements. Rather than focusing on short-term gains, we remained firmly committed to our long-term objective of creating real value for Mongolia's economy and financial sector.

A clear example of this is our successful mobilization of long-term green and social funding from the Korean Development Bank, backed by a guarantee from GuarantCo, an international development finance institution established by the governments of seven European Union countries. This was not a one-off transaction, but a strategically significant step demonstrating that Mongolia's banking sector is a credible and trusted partner in the international sustainable finance market.

This effort was recognized by The Asset Triple A Awards, where TDB was named Mongolia's first recipient in the "Best Sustainable Financing Loan 2026" category.



BEST SUSTAINABILITY LOAN

Trade and Development Bank has been awarded the Best Sustainability Loan for the first time from The Asset Magazine.

Looking ahead to 2025, what can we expect from TDBM's initiatives aimed at making a positive impact on society?

In addition, we have consistently advanced our long-term strategy of becoming a green bank by supporting the United Nations' 17 Sustainable Development Goals. As part of this, we issued Mongolia's first-ever USD 50 million Social and Green Bond targeted at professional investors. Not only did this make us the first bank in the country to issue such a bond, but it also attracted investment from a leading global asset management firm.

Overall, 2025 was a year in which our sustainable development and ESG objectives were translated into concrete actions and measurable results. Since 2018, the Trade and Development Bank has been implementing its social responsibility initiative, "Limitless Dreams." This program aims to provide children and youth—the future of Mongolia—with safe, high-quality learning and development environments, making a long-term intellectual investment in their education. To date, the initiative has reached 60 schools and kindergartens, providing tangible support to over 200,000 children and around 10,000 teachers and educators.

In recent years, the Bank has focused on making its social responsibility efforts more targeted and widely accessible, with special attention on improving educational and healthcare environments for children with autism and other special needs. This work is aimed not only at creating better learning spaces but also at fostering long-term shifts in attitudes and understanding.



For example, in 2025, to mark World Autism Awareness Month, the Bank fully equipped a specialized autism classroom at the Rehabilitation and Development Center for Children with Disabilities, and for the first time in Mongolia, established a sensory training room with purpose-built equipment. This initiative created a comprehensive environment to support communication, social interaction, and overall development for children with autism.

Additionally, the Bank donated more than 20 types of surgical instruments and equipment meeting international standards to the Ear, Nose, and Throat Department of the National Center for Maternal and Child Health, Mongolia's only pediatric ENT surgery unit.

This contribution helped introduce new technologies, improve healthcare access for children in provincial areas, reduce waiting times, and enhance the quality, safety, and effectiveness of diagnosis and treatment.

Let's now continue our discussion within the framework of Environmental, Social, and Governance (ESG). How does the Trade and Development Bank define its vision in this area?

The Trade and Development Bank aligns its business and internal operations with a green economy model, setting ambitious targets such as becoming a green bank by 2050, providing USD 1 billion in sustainable financing to the renewable energy sector by 2030, and delivering a total of USD 2 billion in sustainable financing to its clients.

The Bank is also gradually implementing the Sustainability Reporting Standards (SRS S1) and the Climate-related Reporting Standards (SRS S2) introduced by the International Sustainability Standards Board in its operations. This allows the Bank to transparently identify climate-related risks and opportunities while establishing a reporting framework that meets international best practices. Since 2020, TDB has integrated the United Nations' 17 Sustainable Development Goals into its operations, contributing concretely to quality education, gender equality, decent work, and climate change mitigation. In line with this, the Bank has published its Sustainability Report for the third consecutive year.

Finally, could you share what initiatives the Bank is implementing within the framework of sustainable governance?

Sustainable development starts not only with financing but also with effective and transparent governance. To that end, TDB established a Sustainability Committee under its Board of Directors, which regularly discusses and oversees sustainability issues at the strategic and policy level. This committee studies both domestic and international best practices and works to embed green and sustainable principles into the Bank's decision-making, products, services, and internal operations. As a member of this committee, I actively support policies aimed at creating long-term value.

In conclusion, the Trade and Development Bank remains steadfast in its commitment to combining sustainable financial growth, social responsibility, and good governance, with the goal of creating lasting positive impact for its clients and society as a whole.



KHAN BANK

FOUR “**BAGH SCHOOL**” OPEN IN REMOTE AREAS WITH FUNDING FROM **KHAN BANK**

Children living in Mongolia's remote baghs often must live away from their families in dormitories or with relatives to attend school. According to a study by UNICEF, more than 36,000 children in Mongolia spend most of the school year living far from home to access education. Such circumstances can distance young children from their families and expose them to emotional stress and feelings of isolation.

To address this challenge, the Ministry of Education and UNICEF jointly launched the “One Bagh One School” initiative, aimed at bringing education closer to children in remote areas. Through the financial support of Khan Bank, four primary schools have now been constructed and put into operation in different parts of Mongolia.

Under the project, four primary schools with a capacity of 75 students each were built in the following locations: Uench border unit in Khovd province, Borshoo border port in Uvs province, and Tarni bagh in Selenge province and Udleg bagh of Tuv province. These new schools enable children in these communities to receive quality education close to their homes and families.



БОЛОВСРОЛ
ХҮҮХДИЙН
ИРЭЭДҮЙ



The newly built school facilities incorporate modern engineering solutions designed to withstand Mongolia's harsh climate. They are equipped with smart ventilation systems, underfloor heating, high standard insulation, and modern water and sanitation infrastructure. In addition, the schools feature high speed star link internet and digital classrooms, providing students in remote areas with access to modern, technology enabled learning environments.



Увс аймаг, Давст сум,
Хандгайт баг

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Khan Bank has been implementing social impact initiatives through the Khan Bank Foundation since 2007.

Over the past 19 years, the foundation has invested MNT 27.7 billion in more than 536 projects, contributing to tangible positive impact across sectors including education, healthcare, child protection, culture, and sports.



a Jebsen & Jessen member



MSM GROUP SUPPORTS LOCAL EDUCATION THROUGH THE MAGIC BOX LIBRARY PROJECT IN DARKHAN CITY

MSM Group has launched the Magic Box container library project in collaboration with the NGO “Magic Box” in Darkhan city. This initiative is part of MSM Group’s corporate social responsibility program aimed at improving access to education and creating better learning and development opportunities for children in rural communities.





The Magic Box library is located next to School No. 31 in Darkhan and serves both the school's students and children living in nearby residential areas. The library provides children with a welcoming space to read, learn and develop their creativity together. In support of this initiative and sustainability, MSM Group employees also organized a book donation drive and donated books for the students.

The Magic Box project aims to establish portable libraries in every soum across

Mongolia, creating spaces where children can learn, read and grow together. The partnership between MSM Group and Magic Box supports this mission by encouraging learning engagement, creativity, and access to informal education opportunities that will have a lasting positive impact.

Through these diverse initiatives, MSM Group continues to align business growth with social responsibility, contributing to the development and well-being of communities across Mongolia.



Intermed Tsogttsetsii Clinic Organizes **Vision Screening Event** for Preschool Children



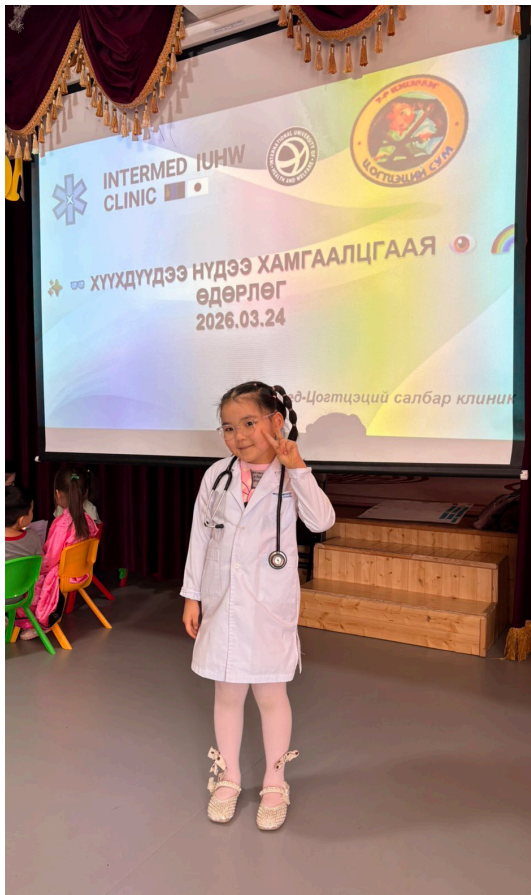
To mark Doctors' Day, Intermed Tsogttsetsii Clinic organized a vision screening event for preschool children as part of its corporate social responsibility efforts, with the goal of promoting the early detection of vision problems among young children.

As part of the event, 130 children from the preparatory class of "Muruudul" Kindergarten No. 7 in Tsogttsetsii soum, Umnugovi Province, received comprehensive eye examinations. The screening covered visual acuity, refractive errors, strabismus, and amblyopia.

The event also provided teachers, parents, and guardians with information and guidance on children's visual development, common eye conditions in early childhood, and healthy habits that help protect eye health.

We extend our sincere gratitude to the children who participated in the screening, as well as to their parents, guardians, and the kindergarten staff for their valuable support and cooperation.

Intermed Tsogttsetsii Clinic remains committed to providing quality, accessible healthcare services to local communities.





**Building a better
working world**



EY Ripples is a global Corporate Responsibility (CR) program that is harnessing the power of the global EY network to address inequality and drive progress toward the UN SDGs.

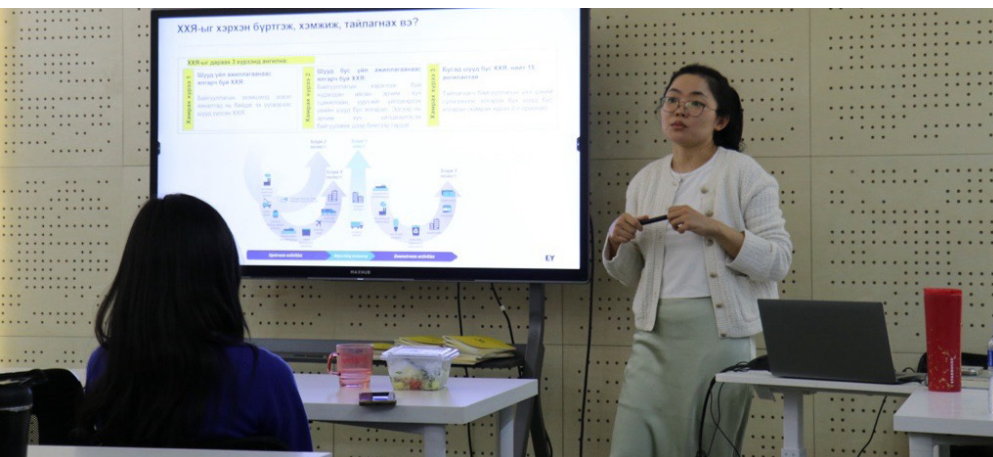
Our aim is to positively impact one billion lives. EY people, together with clients and other like-minded organizations, use their skills, knowledge and experience to bring positive change across three focus areas: supporting the next generation workforce, working with impact entrepreneurs and accelerating environmental sustainability.

EY Mongolia, has
successfully run three Ripples
initiatives so far:

“Career and personal development mentorship program” for university-age participants of the Christina Noble Children’s Foundation (CNCF) Mongolia.

“Audit and Tax” masterclasses to 100+ Accounting and ACCA students at University of Finance and Economics (UFE).

“Sustainability Reporting & GHG Accounting Basics” masterclass for students of the Environmental Fellowship Program (EFP) of Zorig Foundation (ZF).



Since EY Ripples launch, we have achieved the following milestones:

EY Ripples metric	EY Mongolia	EY Global
Launch date	Joined in 2025	Launched in 2019, 140+ active countries since then
Lives Impacted (LI)	150+	253m
Initiatives	3	18,000+
EY participants	20+	646,000+

Learn more at ey.com/eyripples.

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