



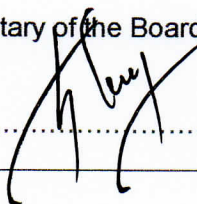
TUMENSHUVUUT JSC

Annual operational report /Form 1/	
<i>Article 20 of the Securities Market Law stipulates the ongoing obligations of the issuer, and the issuer is responsible for submitting annual operational report to the Financial Regulatory Commission and the exchange in accordance with the below form, and shall disclose to the public through its website.</i>	
<i>Reporting period /For example: From January 1st 2023 to December 31st 2023/</i>	<i>From January 1st 2022 to December 31st 2022/</i>
<i>Issuer's name, state registration certificate number, securities symbol, phone number</i>	Tumen Shuvuut JSC, 000188646, MSE:TUM, 70005225
<i>Name of listed exchange</i>	Mongolian Stock Exchange
<i>Sector of business operation</i>	Agriculture and animal husbandry
<i>Name and date of registration of the audit firm registered with the FRC that issued an audit opinion on the year-end financial statements</i>	Onch Audit LLC February 6 th 2013
<i>Total number of shares issued by the issuer</i>	200,000,000
<i>Names of the specialist who prepared and the official who reviewed the annual report</i>	Prepared: B.Nyambayar Reviewed: J.Bold

	<i>Financial statement for the reporting period /fill out the summary report indicators and attach the financial statement/</i>	
1.	<i>Balance sheet</i>	<i>Attached</i>
	<i>Income statement</i>	<i>Attached</i>
	<i>Statements of retained earnings</i>	<i>Attached</i>
	<i>Cash flow statement</i>	<i>Attached</i>
1.1.	<i>Audit report on annual financial statement</i>	
	The preliminary audit report for the period of December 31 st 2022 will be finalized on March 24 th 2022, and the final report will be finalized on March 29 th 2023.	
1.2.	<i>Audit opinion letter /the opinion letter must be developed within the context of the content mentioned in this instruction/</i>	
	-	
2.	<i>A brief description of factors affecting the issuer's financial condition and results of operations during the reporting period, as well as the management's assessment and the measures to be taken in the future.</i>	

2.1.	Operational performance /Financial ratios /	ROA: 14% ROE: 19%
2.2.	Liquidity ratios and financial resources	Change in total assets: 10% Changes in loan portfolio: -1% Equity/Total assets: 70% Liabilities/Total assets: 30%
2.3.	The external and internal factors affecting the operations of the issuer, its market share in the operating industry, changes or developments in the range of products and services, and measures planned to be taken by the issuer in response to changes and development.	In 2022, the company produced a total of 97.7 million eggs, 21 thousand tons of animal feed, 854 tons of organic fertilizer, and 222 tons of liquid eggs, with total sales of 45.9 billion MNT. Due to the border customs delay (impact of COVID) the project to increase the production volume was not completed on time, and the increase in the price of equipments, building materials, and labor wages contributed to the increase in costs.
2.4.	Details of off-balance sheet transactions and information on accounting policies	There are no recorded transactions outside the statement of financial position.
2.5.	Information on loan repayment which received during the reporting period, and loan pledges and guarantees;	A total of 13.5 billion MNT loans have been received from Golomt Bank and Khas Bank under the terms of project and concessional loans, and as of December 31 st 2022, the balance of the loan is around 10.6 billion MNT.
3.	Information on conflict of interest and significant transactions conducted by the issuer during the reporting period, the importance and the purpose of the transaction, and information about the person with a conflict of interest / all conflicts of interest transactions made during the reporting period shall be included/. There is no reported information.	
4.	Information on Compensation (salary, bonus etc).	
		In 2022, 19.4 million MNT were allocated to the members of the Board of Directors
5.	Information related to corporate governance	
		In 2022, the Board of Directors held 6 meetings, including 2 online meetings, 2 in-person meetings, and 2 meetings in person, and evaluated and made decisions on 17 issues. Furthermore, the Nomination Committee met 1 time, the Salary and Incentive Committee 2 times, and the Audit Committee 2 times, respectively and made conclusions regarding their respective duties.
6.	Information on market risks	
		There is no information.
7.	Information of shareholders ownership /names of shareholders with ownership of 5 or more percentage of total shares, and number of total shareholders/	
		The total number of shareholders as of April 6 th , 2022 is 8017, and the main shareholders, who owned 5 or more percentages of total shares, are L.Erkhembayar (60,000,000 shares: 30%), B.Tungalag (60,033,855 shares:30.02%), J.Bold (20,000,000 shares:10%), and E.Bayarjargal (20,000,000 shares:10%).
8.	If the issuer has issued shares to the public for the purpose of implementing a project, a report on the progress of project implementation and the use of funds raised during the period from the start of the project to its completion.	

	<i>There are no withdrawals in 2022.</i>
9.	<i>Dividend information</i>
	The decision to distribute 30% of the net profit of 2021 to shareholders as dividends was made at the Board meeting on January 26 th , 2022. It was decided to distribute 10.4 MNT per share. On June 15 th 2022, the agreement No. 03/11 for the distribution of dividends was signed with "NTSC" LLC. According to the agreement, 368,999,469.80 MNT per 37,676,374 shares were deposited into the accounts of 8,017 shareholders. According to the request of the shareholder who owns more than 5 percent, the company transferred the amount for the dividend to 4 shareholders. The board of directors will meet on February 11, 2023 to decide on the distribution of net financial profit for 2022 as dividends to shareholders. The decision of the board of directors will be submitted according to the procedure.
10.	<i>Information on the report of activities carried out by the issuer in the field of social responsibility during the reporting period</i>
	<ul style="list-style-type: none"> - The "Egg with Shares Program" aimed at small shareholders was implemented until December 31st, 2022, and the program has been stopped. - In the framework of the "Employee with Shares" program, employees were bought shares worth 48.6 million MNT in 2022. - Waste paper is purchased from the market and recycled to produce paper trays and boxes for eggs, and 11.4 million MNT was spent on the purchase of waste paper. - In order to reduce the negative factors affecting the environment, plastic egg boxes, which decompose quickly in nature, were imported from Japan and introduced into production. In 2022, 505 million MNT was spent on the purchase of the plastic bottles.
Signature of the person who prepared the information, the person who confirmed the accuracy of the information and the date:	

Full name: J.Bold Position: Tumen Shuvuut JSC's CEO Signature: 	Full name: Sh.Norjinbat Position: Onch audit company's CEO Signature:
 (Stamp)	(Stamp)
Signature of the person who prepared and submitted the information and the date:	
Full name: B.Nyambayar Position: Secretary of the Board of Directors Signature: 	

Statement of financial position

In tugriks

	As of 31 December 2021	As of 31 December 2022
ASSETS		
Current assets		
Cash and bank balance	3,347,026,544	617,837,083
Account receivable	1,449,513,674	2,963,781,923
Tax receivable	437,722,361	704,219,693
Other receivable	4,722,501,466	5,758,538,056
Other financial assets	0	0
Inventories	7,646,298,532	5,742,300,468
Advances and prepayment	2,636,336,944	1,545,051,031
Current assets	1,093,087,231	1,180,709,723
Total current assets	21,332,486,750	18,512,437,978
Non current assets		
Property plant and equipment	22,972,022,755	30,262,115,383
Intangible assets	394,090,036	363,841,502
Non current biological assets	1,955,250,031	2,470,548,331
Long-term investment	814,564,796	814,564,796
Total Non-Current Assets	26,135,927,619	33,911,070,012
TOTAL ASSETS	47,468,414,369	52,423,507,990
EQUITY AND LIABILITIES		
CURRENT LIABILITY		
Account payables	821,957,226	1,023,295,140
Payroll payable	190,245,034	258,847,414
Tax payables	973,503,226	1,664,200,874
Short term loans	5,150,761,919	4,404,360,139
Interest payables	54,779,513	35,201,370
Dividend payable	4,495,153	430,459,346
Unearned revenue	17,864,500	55,099,400
Provisions /liability/	246,578,621	63,611,427
Other current liabilities	180,436,979	528,522,992
Total current liabilities	7,640,622,170	8,463,598,101
NON-CURRENT LIABILITIES		
Long term loans	8,017,307,692	7,067,307,692
Total non-current liabilities	8,017,307,692	7,067,307,692
Total Liabilities	15,657,929,862	15,530,905,793
Share capital	4,000,000,000	4,000,000,000
Additional paid capital	8,007,687,372	8,007,687,372
Accumulated profit	19,802,797,134	24,884,914,824
Total owners equity	31,810,484,507	36,892,602,196
TOTAL EQUITY AND LIABILITY	47,468,414,369	52,423,507,990

Executive director

J.BOLD

General accountant

N.DOLJINSUREN



Statement of profit or loss and other comprehensive income

In tugriks

	As of 31 December 2021	As of 31 December 2022
Revenue	35,912,919,157	45,955,857,869
Cost of sales	24,784,579,966	32,225,068,984
Gross profit	11,128,339,190	13,730,788,885
Other income	95,962,240	0
Distribution and marketing costs	1,974,990,566	2,511,522,943
General and administrative expenses	1,234,642,869	2,678,052,109
Financial cost	3,052,055	0
Other cost	98,146,076	195,530,647
Profit/(loss) before taxation	7,887,493,999	8,304,767,885
Income tax	1,004,323,385	1,142,323,142
Profit/(loss) after taxation	6,883,170,613	7,162,444,743
Net Profit/(loss) for the year	6,883,170,613	7,162,444,743
Total Income for the year	6,883,170,613	7,162,444,743

Executive director

General accountant



J.BOLD

N.DOLJINSUREN

Statement of changes in equity

2021/12/31 - 2022/12/31

	Equity	Pocket share	Additional paid-in capital	Other parts of the owners equity	Accumulated profit	Total
as of 31 December of 2020	3,000,000,000	1,000,000,000	8,007,687,372	158,877,821	13,202,523,260	25,369,088,454
Adjusted balance	3,000,000,000	1,000,000,000	8,007,687,372	158,877,821	13,202,523,260	25,369,088,454
Profit for the year	0	0	0	0	6,883,170,613	6,883,170,613
as of 31 December of 2021	3,000,000,000	1,000,000,000	8,007,687,372	0	19,802,797,134	31,810,484,507
Adjusted balance	3,000,000,000	1,000,000,000	8,007,687,372	0	19,802,797,134	31,810,484,507
Profit for the year	0	0	0	0	7,162,444,743	7,162,444,743
as of 31 December of 2022	3,000,000,000	1,000,000,000	8,007,687,372	0	24,884,914,824	36,892,602,196

Executive director

General accountant



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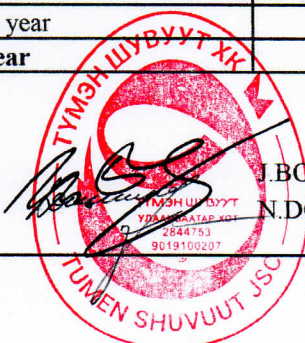
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STATEMENT OF CASH FLOWS

In tugriks

	As of 31 December 2021	As of 31 December 2022
Cash flows from operating activities	42,053,229,069	51,122,474,595
Revenue from sales of goods	42,023,450,122	49,125,230,810
Other cash inflows	29,778,947	1,997,243,785
Cash outflow	36,358,980,784	45,318,621,285
Cash paid to employees	3,419,437,752	4,358,995,207
Cash paid to social insurance department	942,961,297	1,363,318,355
Cash paid for raw materials	27,975,919,015	33,593,541,351
Cash paid utilities	4,410,231	73,536,658
Cash paid for fuel, transportation and spare parts	427,028,539	721,516,560
Cash paid for interest payment	3,052,055	676,812,275
Cash paid for tax authorities	3,286,744,074	3,712,669,800
Cash paid for insurance	5,773,891	5,628,147
Other cash expenses	293,653,931	812,602,932
Net cash from operating activities	5,694,248,285	5,803,853,311
Cash flows from investing activities	0	0
Cash in flow (+)	1,991,159,256	411,165,705
Proceeds from disposal of fixed assets	1,072,800	0
Proceeds from repayment from loan and advance	1,990,086,456	411,165,705
Cash disbursements (-)	9,507,000,620	7,084,697,879
Purchase of fixed assets	6,009,569,309	5,474,508,407
Loan disbursement and advance payments	3,497,431,311	1,610,189,472
Cash flows from financing activities	0	0
Cashinflow (+)	16,981,851,922	4,574,045,420
Proceeds from loans and borrowings	16,973,837,900	4,542,000,000
Foreingn exchange gains	8,014,022	32,045,420
Cash disbursements (-)	12,984,215,933	6,433,556,017
Repayment of loans and borrowings	11,426,433,500	4,751,071,069
Paid for finance leases	11,876,845	32,529,102
Dividends paid	1,517,741,075	1,548,792,702
Foreingn exchange loss	28,164,512	101,163,144
Cash and bank balance at the beginning of the year	1,170,983,634	3,347,026,544
Cash and bank balance at the end of the year	3,347,026,544	617,837,083

Executive director
General accountant



T.BOLD
N.DOLJINSUREN