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INTERNATIONAL

**Regulation to prevent and control the spread
of coronavirus infection (covid-19) and to
reduce its negative social and economic
impact**

REGULATION TO PREVENT AND COMBAT THE SPREAD OF CORONAVIRUS INFECTION (COVID-19) AND TO REDUCE ITS NEGATIVE SOCIAL AND ECONOMIC IMPACT

Regulation	Description												
Effective period of the Law	The Law on Prevention and Combating the of Coronavirus Infection (Covid-19) and Mitigation of its Social and Economic Impacts was approved on April 29, 2020 and shall be effective until December 31, 2021.												
Principles	<p>The following principles shall be applied in prevention and combating of the pandemic and mitigation of its negative social and economic impacts:</p> <ul style="list-style-type: none"> • To protect human life, health and safety, and provide equal and accessible health services; • To be prompt, transparent and responsible; • To implement the activities within the framework of international health regulations; • To establish regulations other than those provided in other laws and restrict certain human rights and freedoms in order to protect public health; • Not to discriminate or indignify; • To ensure inter-agency cooperation, exchange information, and receive public participation and support; • Not to disseminate information that may be defamatory, stressful or harmful. 												
Temporary Procedure for Determination of the Level of COVID-19 Pandemic and Regulation of Activities of Government organizations, Individuals and Legal Entities	<p>The Government of Mongolia approved a “Temporary Procedure for Determination of the Level of COVID-19 Pandemic and Regulation of Activities of Government organizations, Individuals and Legal Entities” on 21 February 2021. Four levels of the pandemic have been identified and working procedure of government organizations, individuals, and legal entities at each level have been regulated in the procedure.</p> <table border="1" data-bbox="384 1691 1417 2101"> <thead> <tr> <th data-bbox="384 1691 635 1740">Green level</th> <th data-bbox="635 1691 885 1740">Yellow level</th> <th data-bbox="885 1691 1136 1740">Orange level</th> <th data-bbox="1136 1691 1417 1740">Red level</th> </tr> </thead> <tbody> <tr> <td data-bbox="384 1740 635 1877">No cases of infection</td> <td data-bbox="635 1740 885 1877">Transported and dispersed infections</td> <td data-bbox="885 1740 1136 1877">The infection is spread from a new hotbed</td> <td data-bbox="1136 1740 1417 1877">The infection is widespread in the population</td> </tr> <tr> <td data-bbox="384 1877 635 2101">Activities of government organizations, individuals, and legal entities shall</td> <td data-bbox="635 1877 885 2101">Territorial shift to enhanced preparedness wholly or partially and establishment</td> <td data-bbox="885 1877 1136 2101">Territorial shift to enhanced preparedness wholly or partially and establishment</td> <td data-bbox="1136 1877 1417 2101">Territorial shift to public emergency preparedness wholly or partially, and establishment</td> </tr> </tbody> </table>	Green level	Yellow level	Orange level	Red level	No cases of infection	Transported and dispersed infections	The infection is spread from a new hotbed	The infection is widespread in the population	Activities of government organizations, individuals, and legal entities shall	Territorial shift to enhanced preparedness wholly or partially and establishment	Territorial shift to enhanced preparedness wholly or partially and establishment	Territorial shift to public emergency preparedness wholly or partially, and establishment
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	<p>not be restricted. Preventive measures for the public health shall be implemented.</p>	<p>of quarantine and restriction regime for the activities of state organizations, individuals, and legal entities within certain limits shall be taken.</p>	<p>of quarantine and restriction regime for the activities of state organizations, individuals, and legal entities within certain limits shall be taken.</p>	<p>of quarantine and restriction regime for the activities of state organizations, individuals, and legal entities shall be taken.</p>	
<p>About prevention and combating of pandemics for business entities and organizations</p>	<p>Business entities and organizations have the following rights in connection with prevention and combating of the pandemic:</p> <ul style="list-style-type: none"> • To obtain accurate and factual information; • To cooperate with professional organizations against pandemics, receive advice, and make donations; • To appeal to court if it is considered that their rights and legitimate interests have been violated due to non-compliance with the decisions and measures taken to prevent and combat the pandemic; and • Other rights provided by law. <p>Business entities and organizations have the following responsibilities in connection with prevention and combating of the pandemic:</p> <ul style="list-style-type: none"> • To comply with decisions, quarantines, traffic and time restrictions, instructions, procedures, requirements, warnings and recommendations approved by competent authorities, exchange information and cooperate with the authorities; • To create the necessary resources to prevent and combat the pandemic; • To regularly ventilate, disinfect and decontaminate workplaces; • To provide conditions to prevent infection of citizens and employees in accordance with the instructions and recommendations given by competent authorities; • To retain workplaces of employees under quarantine, traffic restriction, and isolation regime; • Not to hold any public events and meetings; • To enable its operations conducted electronically using information technology; • Not to increase rent payments , cause inflation or create artificial shortages of goods and services during the pandemic; 				

	<ul style="list-style-type: none"> • To mitigate the negative impact to the elder people, the chronically ill, those in need of regular health care, the disabled, pregnant women, vulnerable and at-risk groups during the pandemic; • To comply with instructions and recommendations approved by the Government and the State Emergency Commission; • Other responsibilities provided by law.
Tax Regulation	<p>From February 1, 2020 to July 1, 2021, if tenant taxpayers who rented premises for markets, shopping centers and retail, industry, services, private schools, kindergartens and child care services, and if reduced their rent fee and it is confirmed by the Agreement or the payment receipt as specified under the Article 28.5 of the General Taxation Law, applicable income tax shall be credited in proportion to the reduced rent fee. As well, if the credited amount exceeds the rental tax income in the reporting period, the excess can be carried over to the next reporting period within the tax limitation period.</p> <p>If the total taxable income specified in Articles 18.2, 18.3, 18.4 and 18.5 of Corporate Income Taxation Law, was less than 1.5 billion tugriks in the previous tax year, except state and municipal legal entities, the tax levied in accordance with Articles 20.1 and 20.2.7 of the Corporate Income Tax Law shall be exempted for the period from April 1, 2020 to January 1, 2021.</p> <p>This law was in effect from February 1, 2020 to July 1, 2021.</p>
Social insurance Regulation	<p>Insurance premiums paid by the insured person/citizen of Mongolia/, imposed on the wages or similar income of insured persons working for a legal entity that does not operate and has lost part of its income due to the coronavirus pandemic (COVID-19), but saved jobs and submitted a report on the payment of social insurance within the statutory period, from April 1, 2020, to October 1, 2020, it is exempt from payment of contributions for pensions, benefits, insurance against industrial accidents and occupational diseases, as well as insurance premiums the following insured persons will be considered paid.an insured person working in a state organization;</p> <ul style="list-style-type: none"> • an insured person working in a state or municipal legal entity with his participation, with the exception of state universities and colleges; • An insured person, who is paid for the performance of goods, works and services with loans and assistance from foreign countries and international organizations and whose social insurance premiums are paid. <p>From October 1, 2020 to January 1, 2021, the aforementioned insured entities shall have paid an insurance premium of 5 percent, while from January 1, 2021 to July 1, 2021 insured entities shall have paid an insurance premium of 8.5 percent.</p>

	<p>From April 1, 2020 to July 1, 2020, support from the unemployment insurance fund in the amount of 200,000 MNT /two hundred thousand tugriks/ per month had been provided to legal entities and business entities whose activities due to the outbreak of the coronavirus (COVID-19) pandemic had been suspended by the decision of state authorities, and whose operating sales in February and March 2020 decreased by 50 percent or more compared to the same period the last year, however, retained their jobs <i>/excluding a state, municipal entity or partly a state legal entity/</i>.</p> <p>The above social insurance regulation is not applicable to legal entities, organizations, and voluntarily insured persons registered as social insurance premium payers to the social insurance organization from March 25, 2020, to January 1, 2021.</p>
<p>Measures taken by the border administration</p>	<p>The border administration takes the following measures:</p> <ul style="list-style-type: none"> • In order to ensure border control, regulation of international traffic, infection control and safety, makes decisions, gives tasks and instructions to law enforcement agencies, border control organizations and local authorities and ensures their implementation; • Submits to the Government proposals for the improvement, acceleration and financing of public services and inspections provided to international carriers and foreign traders; • Establishes relationships and cooperates with foreign authorities in accordance with the law on matters authorized to it, in accordance with the directions and instructions issued by the National Border Council; • If necessary, submit to the Government a proposal to conclude a special agreement with a neighboring country to simplify the regulation of border control procedures; • Receives the necessary information from citizens and legal entities; • Makes demands on citizens and officials and has unhindered access to organizations and facilities;
<p>Quarantine regulation on passengers from abroad</p>	<p>Starting from July 28, 2021, persons arriving to Mongolia 14 days after receiving the full dose of the coronavirus (COVID-19) vaccine or those who were diagnosed with a coronavirus infection (COVID-19) 4 months earlier from the arrival and fully recovered from it /upon a document of proof/ are subject to 14 days self-isolation regime.</p> <p>PCR tests shall be taken from persons <i>/excluding children of age 0-5/</i> who have</p>

	<p>arrived at airport and land border checkpoints and who have been in self-isolation for 14 days.</p> <p>All persons who arrived at airport and land border checkpoints and have been in 14 days of self-isolation regime are required to register their address and phone number in Mongolia. The following measures shall remain effective:</p> <ul style="list-style-type: none"> • All persons arriving to Mongolia who have not been fully vaccinated against coronavirus infection (COVID-19) shall be quarantined at designated facilities for 7 days and PCR tests shall be taken on the 6th day. If there are no symptoms and the result of PCR test is negative, the quarantine at the designated facility will end and the self-isolation at home for 7 days shall apply. • All persons traveling to Mongolia shall have negative coronavirus “COVID-19” PCR test result which is taken within 72 hours before arrival.
Amendments dated 2021	
<p>Measures to be taken within the framework of loan agreement between the Lender and the Borrower</p>	<ol style="list-style-type: none"> 1. The interest rate under the loan agreement shall not exceed 3 percent per month, and the penalty shall not exceed 0.2 percent per day. 2. The lender is obliged to notify to the borrower about the amendments in the loan agreement, the renewal of the loan repayment and interest payment schedule. 3. The lender is prohibited to use increased interest, commissions and fees other than those provided by law, as well as using collateral to secure the fulfillment of obligations. 4. The borrower has the right to pay interest and penalty at discounted rate and be exempted from the obligation to pay other increased interest, commissions and fees, as well as demand not to secure the loan by its collateral. 5. If the borrower believes that the lender has violated the law, he/she shall file a complaint to the Authority of Fair Competition and Consumer Protection.
<p>Donation</p>	<p>The State Emergency Commission and the responsible central administrative body shall register donations from citizens, business entities, organizations, international organizations and foreign countries, keep their expenditure transparent to the public, and use them to finance the most paramount measures.</p>
<p>Expropriation</p>	<p>Properties and facilities owned by citizens, business entities and organizations</p>

	may be expropriated for the activities to prevent and combat the pandemic. On the other hand, properties and facilities used daily for the fundamental necessities of citizens, business entities and organizations shall not be expropriated.
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For more information or any queries, please feel free to contact Bolormaa.V, Partner, and Solongo G., Junior Associate of GRATA International Law Firm by bvolodya@gratanet.com, sgansukh@gratanet.com or 976 70155031.

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