

ECONOMIC HEALTH MONITOR

Macroeconomic Health Report – AUGUST 2026

Health Score using Official NSO and Mongolbank indicators

September 29, 2026

Executive summary

Macroeconomic health scores (1=best, 7=worst; overall 3.0)

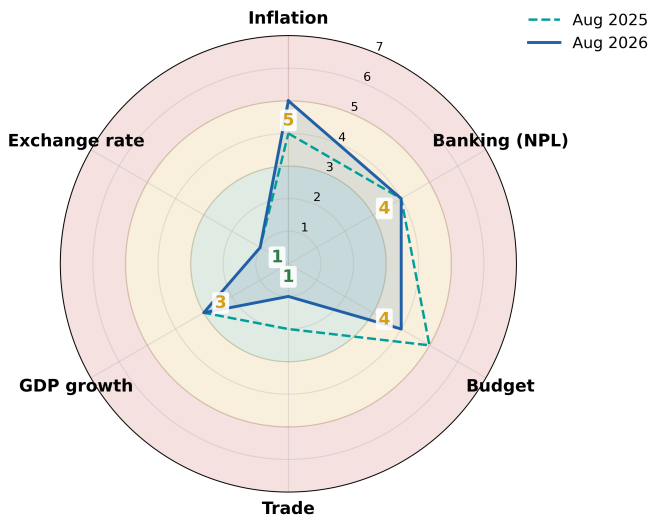


Figure 1: Latest component scores.

This report provides a compact view of Mongolia's economic health using official indicators from the National Statistics Office of Mongolia and the Bank of Mongolia. The index combines annual real GDP growth, annual inflation, banking-sector risk (non-performing loans as a share of total loans), the annual fiscal balance relative to nominal GDP, the annual trade balance relative to nominal GDP, and daily exchange-rate growth volatility.

Each indicator is scored according to its own economic conditions using a transparent seven-band scale, from 1 (most favourable) to 7 (least favourable). The overall index is calculated as the arithmetic mean of the available component scores. Missing observations are left unscored and do not enter the calculation.

The latest complete monthly observation gives an overall score of **3.0 out of 7**. Annual inflation remains elevated at **12.5%**, while the banking sector's non-performing-loan ratio is **5.2%**. The annual fiscal balance is **-1.9%** of GDP, while the annual trade balance is positive at **30.5%** of GDP. Daily exchange-rate growth volatility remains low. Based on the available indicators, the mean component score is **3.0**.

How to read the index

The scoring bands are indicator-specific and reflect the direction in which each indicator is considered economically more favourable. The index uses a 1–7 scale, where 1 indicates the most favourable condition and 7 indicates the least favourable condition.

The scoring bands are indicator-specific and reflect the direction in which an indicator is considered healthier. GDP growth, trade balance and exchange-rate stability receive higher scores in stronger conditions. Inflation, NPLs and fiscal imbalances are interpreted against their own documented intervals. The score is a monitoring tool, not a forecast or a policy target.

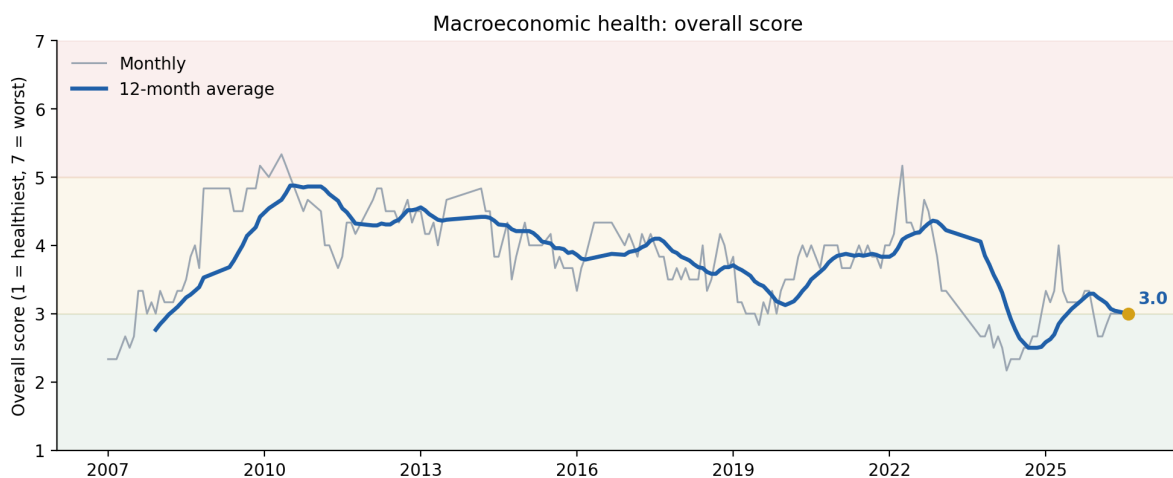


Figure 2: Overall economic-health score over time, shown across the full page for readability.

Indicator dashboard

The figures below show the recent movement of the principal indicators. Together they provide context for the aggregate score and help separate short-term changes from broader macroeconomic trends.

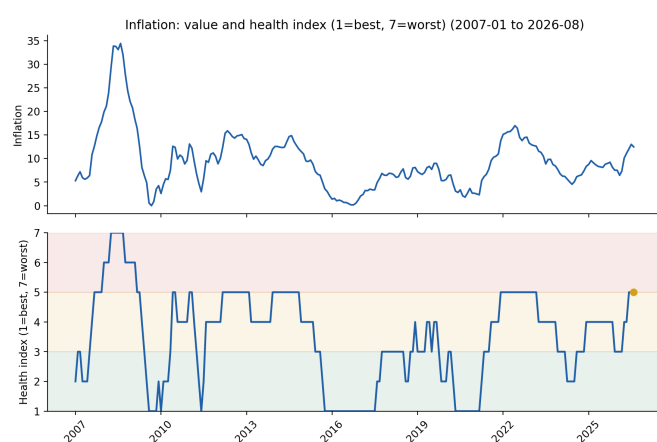


Figure 3: Yearly inflation.

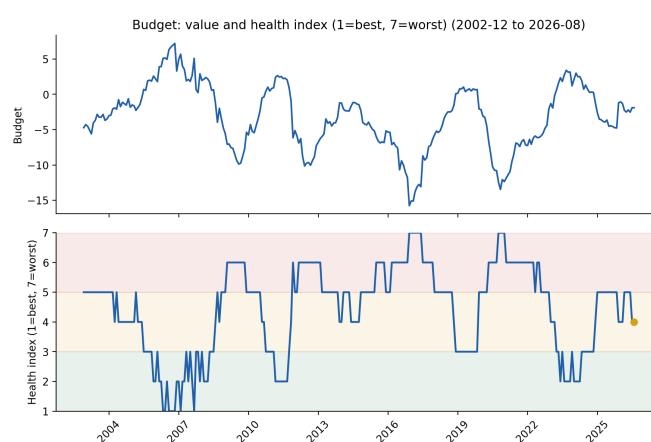


Figure 6: Budget balance indicator.

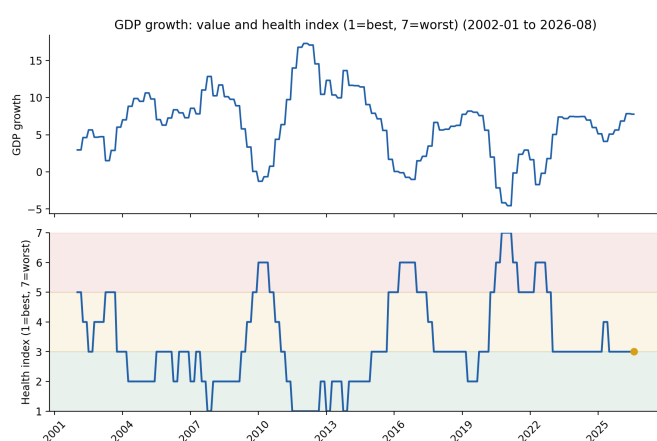


Figure 4: GDP year-on-year growth.

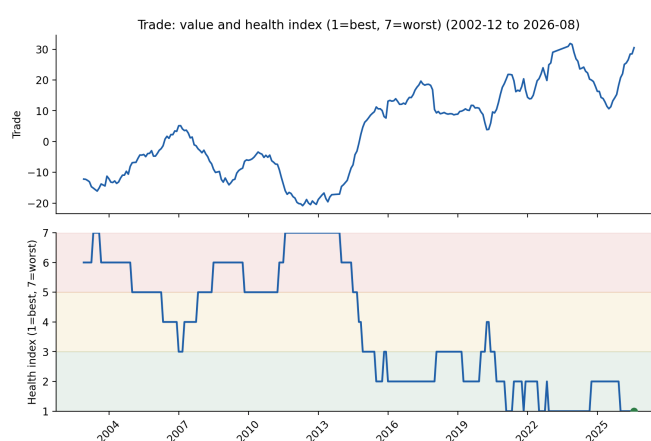


Figure 7: Trade balance as a share of GDP.

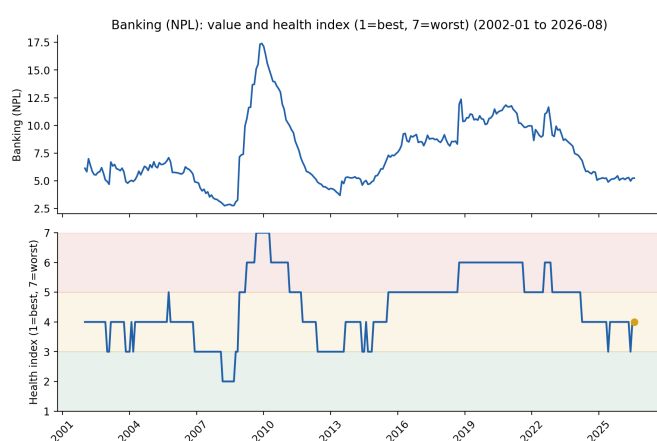


Figure 5: Non-performing-loan ratio.

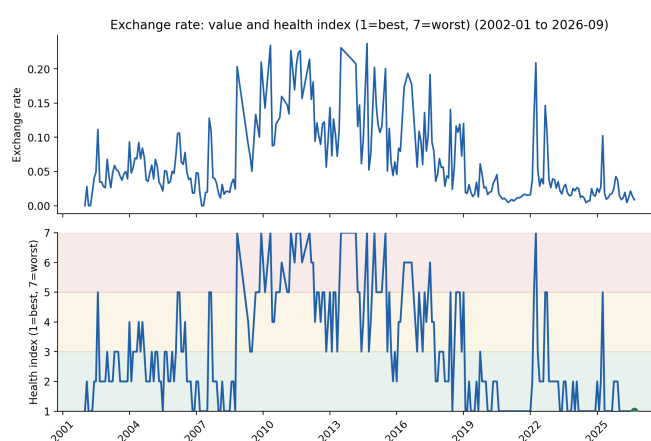


Figure 8: Exchange-rate change.

Scoring intervals

The table records the interval boundaries used to translate each indicator into a score. Boundary values follow the scoring configuration, and the interval source is shown for auditability. The thresholds are designed to provide a transparent and consistent assessment of Mongolia's economic conditions. Where available, thresholds are based on established macroeconomic and financial-stability considerations for developing and emerging economies. For indicators where internationally comparable thresholds are less clearly defined, such as exchange-rate volatility, the scoring intervals are based on the historical

characteristics of the Mongolian economy and the specified scoring configuration.

Indicator	Label	Score	Lower	Upper	Source
Budget balance/GDP	Budget	7	-	-	manual
Budget balance/GDP	Budget	6	-	-	manual
Budget balance/GDP	Budget	5	-	-	manual
Budget balance/GDP	Budget	4	-	-	manual
Budget balance/GDP	Budget	3	-	-	manual
Budget balance/GDP	Budget	2	-	-	manual
Budget balance/GDP	Budget	1	-	-	manual
Exchange-rate volatility	Exchange rate	1	-	-	manual
Exchange-rate volatility	Exchange rate	2	-	-	manual
Exchange-rate volatility	Exchange rate	3	-	-	manual
Exchange-rate volatility	Exchange rate	4	-	-	manual
Exchange-rate volatility	Exchange rate	5	-	-	manual
Exchange-rate volatility	Exchange rate	6	-	-	manual
Exchange-rate volatility	Exchange rate	7	-	-	manual
GDP growth	GDP growth	7	-	-	manual
GDP growth	GDP growth	6	-	-	manual
GDP growth	GDP growth	5	-	-	manual
GDP growth	GDP growth	4	-	-	manual
GDP growth	GDP growth	3	-	-	manual
GDP growth	GDP growth	2	-	-	manual
GDP growth	GDP growth	1	-	-	manual
Banking (NPL)	Banking (NPL)	1	-	-	manual
Banking (NPL)	Banking (NPL)	2	-	-	manual
Banking (NPL)	Banking (NPL)	3	-	-	manual
Banking (NPL)	Banking (NPL)	4	-	-	manual
Banking (NPL)	Banking (NPL)	5	-	-	manual
Banking (NPL)	Banking (NPL)	6	-	-	manual
Banking (NPL)	Banking (NPL)	7	-	-	manual
Trade balance/GDP	Trade	7	-	-	manual
Trade balance/GDP	Trade	6	-	-	manual
Trade balance/GDP	Trade	5	-	-	manual
Trade balance/GDP	Trade	4	-	-	manual
Trade balance/GDP	Trade	3	-	-	manual
Trade balance/GDP	Trade	2	-	-	manual
Trade balance/GDP	Trade	1	-	-	manual
Inflation	Inflation	1	-	-	manual
Inflation	Inflation	2	-	-	manual
Inflation	Inflation	3	-	-	manual
Inflation	Inflation	4	-	-	manual
Inflation	Inflation	5	-	-	manual
Inflation	Inflation	6	-	-	manual
Inflation	Inflation	7	-	-	manual

Table 1: Seven-band scoring intervals used in the health index.

Sources and methodology

The report uses official NSO CPI, GDP, banking and external-sector tables together with Mongolbank daily reference exchange rates. Yearly inflation chains the available monthly CPI changes across published base-year vintages. Budget and trade balances are normalized against GDP where indicated. The overall score is the arithmetic mean of available component scores; unavailable data are excluded.

Sources: National Statistics Office of Mongolia; Mongolbank daily reference exchange rates.

***Research use only.** This publication is provided for informational and educational purposes and does not constitute financial or investment advice.

ECON UPDATE

Independent Economic Research

Mongolia ■ Markets ■ Risk ■ Data

Email: mn.econ.update@gmail.com

Web: econupdatemn.wordpress.com

For informational and educational purposes only. Not financial or investment advice.