



REGULATORY TRAINING
(Mongolia, 5th of July, 2003)

SUMMARY REPORT

Name of Session:	<i>Overview of competition</i> <i>(5 July 2003: a.m.)</i>
Name of Rapporteur:	<i>Mrs. Tamir, CRC, Mongolia</i>
Name of Speaker:	<i>Dr. Eun-Ju Kim, ITU Bangkok</i>
Summary of Presentation:	<p>A fundamental aim for competition is to enhance economic efficiency and consumer and economic welfare, although it may vary in each country or region. To achieve this broad aim, many countries particularly in the Asia and the Pacific region endeavor:</p> <ul style="list-style-type: none">• to encourage use of competition principles in addressing market access issues;• to foster linkages between competition policy and investment policy as well as trade policy;• to foster linkages between competition principles and liberalization of trade in services;• to promote the key reinforcing role of domestic deregulation in opening markets and increasing the ability of suppliers to contest them;• to promote a greater degree of transparency to competition policy;• to promote the effective administration of competition regimes, including effective enforcement of competition law targeted at anti-competitive business conduct; and• to encourage the application of competition principles to policy-making
Highlights of Question & Answer session:	<p>Mr. Togtbadrakh: The ethic issues should be emphasized in the competition. It seems that competing companies do not follow certain ethic rules and just work for earning profits.</p> <p>Mr. Battor: Competition was introduced in the sector in 1995 and mobile and value-added services have been provided to customers. But we need very specific determination of division of value-added and basic services or we need to be acknowledged about terminology provided by ITU. Another important issue is that we need to specify which services need to be issued licenses. And also we need to utilize and apply industry self regulation as well.</p> <p>Ms. Narantsetseg: It is important to establish some ethic rules for competing companies.</p>

	<p>Ms. Oyuntsetseg: Regulatory function is not implemented properly in our country.</p> <p>Dr. Kim: In order to run competition in fair and transparent manner, information on services and tariffs has to be open for public and published.</p> <p>Mr. Narmandakh: It is important to establish where the only incumbent operator should be issued license and other operators to be registered.</p> <p>Mr. Sharil made some comments that the basis of collection of license fees to be collected should as best as possible not be used as a means to obtain money, rather it should be considered on a cost recovery model i.e. the cost of regulation and administrative costs of the regulator. Any surplus should be channeled back into industry for purposes of development.</p>
<p>Recommendations (if any):</p>	<ul style="list-style-type: none"> ➤ to improve or solve the regulatory issues and challenges faced in Mongolia