

## **PROJECT NOTIFICATION**

Reference No.: 583

Date of Issue	26 March 2025
Project Code	25-SN-06-GE-SNP-C-MN01
Title	Development of the National Productivity Master Plan for Mongolia
Timing	1 April 2025–1 October 2025
Hosting Country(ies)	Mongolia
Venue City(ies)	Ulaanbaatar
Modality	Hybrid
Implementing Organization(s)	Mongolian Productivity Organization, Ministry of Family, Labour, and Social Protection Mongolia, and APO Secretariat
Participating Country(ies)	Mongolia
Overseas Participants	Not Applicable
Local Participants	Not Applicable
Closing Date	Not Applicable
Remarks	Not Applicable

Objectives	Assist the Government of Mongolia in developing a national productivity master plan; formulate a sustainable productivity improvement strategy to support economic growth; and establish national mid- to long-term productivity goals and targets, including strategies and initiatives.
Rationale	Mongolia's Vision 2050 emphasizes social development, sustainable economic growth, and enhanced quality of life. However, declining total factor productivity growth, unstable foreign investments, and climate conditions are challenges. A national productivity master plan is essential for advancing productivity and achieving national development objectives.
Background	Mongolia's economic growth has been driven by mineral production and exports, while its traditional agricultural sector faces significant challenges due to harsh weather conditions (APO, 2024). Labor productivity has seen notable growth, primarily due to workforce shifts between these sectors.  On the other hand, the progress of total factor productivity has been limited over the past decade, despite its role in GDP growth. The slow adoption of advanced technologies and innovation, particularly among SMEs, continues to hinder productivity. Without proactive measures, Mongolia risks stagnation in industrial efficiency and economic diversification.  To support the achievement of Vision 2050, Mongolia must foster innovation while sustaining labor economics. Investing in digital skills and enhancing SME competitiveness are crucial steps. A comprehensive productivity strategy and master plan serve as a critical framework for enhancing economic resilience, fostering competitiveness, and promoting long-term sustainable growth.
Topics	Assessment of sectoral and national productivity performance; Identification of key issues; Proposal of mid- to long-term recommendations, initiatives, and strategies for productivity enhancement; Identification of viable sectors to achieve productivity goals and targets; and Identification of key stakeholders and their responsibilities for the implementation of the productivity master plan.
Outcome	The Government of Mongolia is assisted in developing the national productivity master plan; a sustainable productivity improvement strategy is developed; and mid- to long-term productivity goals, targets, and initiatives are proposed.
Qualifications	Not applicable

Please refer to the implementation procedures circulated with this document for further details.

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