

January 24, 2017

To,
The Singapore Exchange Securities Trading limited
2, Shenton Way,
#19-00, SGX Centre 1,
Singapore – 068804

Re: USD 16,000,000 4.75% Convertible Bonds Due 2019 ("The Bonds")

Sub: Key highlights of Coal Operations

Dear Sir/Madam,

We are pleased to announce that in December 2016, our subsidiary in Indonesia has achieved all-time monthly high in crushing, dispatch and 3rd party loading quantity of coal as under:

- Crushing: 377K MT (previous best 371K MT in November 2016)
- Dispatch: 383K MT (previous best 369K MT in November 2016)
- 3rd Party Loading: 254K MT (previous best 201K MT in October 2016)

Our subsidiary in Indonesia has also achieved highest hauling of 16,018 MT in a single day on 21 December 2016 vis-à-vis previous best of 15,851 MT on 31 October 2016.

Moreover, our subsidiary in Indonesia has recorded cumulative coal handling of 2.901 MMT during the period April 2016 to December 2016 which includes handling of own coal production of 1.275 MMT.

Please acknowledge.

Thanking You,

Yours faithfully,

For Mercator Limited


Deepesh Joishar
Company Secretary

