

November 2, 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: Clarification with respect to article in Bloomberg Quint on 1, November 2017,
regarding sale of Company's Indonesian Coal Mines**

Dear Sir,

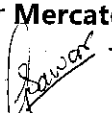
This is with reference to the article in Bloomberg Quint on 1, November 2017, regarding sale of Company's Indonesian Coal Mines. The Board and Management of Mercator is committed to making disclosures at the appropriate time so as to avoid any asymmetry of information. The Company follows a policy of not commenting on market rumours.

The Company would also like to mention that monetisation of its Coal Business has been its stated strategy and in that perspective it keeps evaluating various options, however no definite decision has yet been taken regarding the same.

Please take the same on records.

Thanking You,

For **Mercator Limited**



Suhas Pawar
Company Secretary