NEWS RELEASE

MERCATOR LINES (SINGAPORE) LIMITED REPORTED A REVENUE OF USD 56.3 MILLION AND EBITDA OF USD 7.7 MILLION FOR FY 2015

Singapore, May 22, 2015 – Mercator Lines (Singapore) Limited ("the Company" or "Mercator Singapore"), a leading Indian-owned international dry bulk shipping company focused on high growth markets such as India, Indonesia and China, today announced financial results for the full year of Financial Year 2014-2015 ending 31st March 2015 (FY 2015).

Financial Highlights:

- Revenue for FY 2015 stood at USD 56.3 million as compared to USD 75.3 million in FY 2014.
- EBITDA for FY 2015 stood at USD 7.7 million with EBITDA margins of around 14%.
- Time Charter Equivalent (TCE) rate achieved at around USD 9,193 per day vs. average market rate of USD 6,304 per day in FY 2015
- Debt to equity ratio at 1.04 times as on March 31st, 2015

The revenue for FY 2015 was at USD 56.3 million as compared to USD 75.3 million in FY 2014. Despite a net loss of USD 125.4 million for FY 2015 as against a loss of USD 22.8 million in the previous year, the Company reported a positive EBITDA of USD 7.7 million. The loss for the year includes exceptional items of USD 91.1 million and depreciation of USD 35.4 million. Exceptional items of USD 82.4 million relates to non-cash items comprising of USD 63.5 million for allowance of impairment of vessels and USD 18.9 million for provision for onerous contract.

The dry bulk shipping industry continues to remain volatile with the Baltic Dry Index (BDI) dropping from 1,362 points on 31 March 2014 to unprecedented low levels of 509 on 18 February 2015 and gradually improving to 602 points on 31 March 2015. Falling commodity prices, an oversupply of new bulk carriers and weakening international demand have resulted in a considerable slowdown in global trade and downward pressure on freight rates. The average market rate for Panamax vessels in FY 2015 was USD 6,304 per day as compared to USD 10,308 in previous year, indicating almost a 39% fall. The market rate for Panamax vessels closed at a rate of USD 4,780 per day on 31 March 2015.

Said Mr. Shalabh Mittal, Managing Director and CEO of Mercator Singapore, "The Company continued to outperform the Baltic Panamax Index rates achieving a TCE of USD 9,193 vs the average market rate of USD 6,304 per day. The dry bulk shipping markets are indeed very challenging but given our track record and competitive strengths, the company is confident that it would ride over the current downturn in the industry"

About Mercator Lines (Singapore) Limited

Mercator Singapore, which commenced operations in 2005, has established a market presence in the dry bulk transport market, specializing in the transportation of dry bulk commodities such as coal, iron ore and grains. With exposure to the infrastructure sectors like Steel and Power of India and China, Mercator is well positioned to benefit from the strong growth of these countries.

Its ultimate parent company, Mercator Limited ("ML India"), has diversified business interests in Coal, Oil & Gas services, Commodity Transportation and Dredging. ML India owns and operates Coal Mines in Indonesia. Coal Mining, procurement and logistics contribute majority of Mercator group revenues. The Company along with the strong support of ML India can offer complete logistics solutions for its customers from load port to the point of usage.

The Company has established strong relationships with reputed customers such as Tata group, Rio Tinto, Arcelor Mittal, Anglo American, Louis Dreyfus, Bunge, Noble, Vitol and Marubeni to name a few.

Mercator operates a fleet of thirteen dry bulk vessels, twelve owned and one chartered-in, comprising of geared and gearless Panamaxes/Post Panamaxes/Kamsarmaxes with an aggregate capacity of about 1.0

million dwt as on May 22, 2015. The average age of Mercator's fleet is about 11 years. The geared Panamaxes with cranes built on them gives Mercator the competitive advantage in ports that have underdeveloped infrastructure such as in India and Indonesia where cranes are required to lift the cargo from the vessel to the barge.

The Company won the Best Annual Report Award 2008 (Bronze) in the "$300 million to less than $1 billion market capitalisation", Best Annual Report Award 2008 (Silver) in the "Newly- Listed Companies" category and Best Annual Report (Bronze) for 2009 in the "$300 million to less than S$1 billion market capitalisation" category. In its category, the Company also won the Best Investor Relations Award (Silver) for the year 2010 and Best Investor Relations Award (Gold) for the year 2011. It was for the fourth consecutive year that the Company was awarded at the Singapore Corporate Awards for its consistent performance in ensuring good Corporate Governance. The company is ranked amongst the top public listed companies in Governance and Transparency Index (GTI). This emphasizes the Company's drive towards better corporate governance and Investor Relations and puts the company among the most elite companies in Singapore in terms of corporate governance.

In keeping with the spirit of winning accolades, the company was awarded the prestigious Emerging India Awards (EIA) under the category of "Global Entrepreneur of the Year" award in 2010 organized by CNBC-TV18 and ICICI Bank, India. The awards are based on a rigorous evaluation of the entries by CRISIL, the Indian subsidiary of Standard & Poor's, and a panel of eminent personalities and seek to identify and honor Emerging companies who are competing and winning in the global marketplace. The Company was ranked 16th in overall performance amongst listed shipping companies in the world by Marine Money in its June/July 2012.

Helmed by an experienced management team with in-depth understanding of the industry, a wide network of customer contacts and diligent risk management practices, Mercator has been able to make proactive business decisions and well-timed fleet expansion to achieve continuous growth since its inception.

None of the agencies other than Mercator Lines (Singapore) Limited assumes responsibilities for contents of this announcement.

ISSUED ON BEHALF OF: Mercator Lines (Singapore) Limited
CONTACT DURING OFFICE HOURS: 6220 9320
EMAIL: ir@mllsg.com