

November 7, 2014

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: Financial results & Limited Review Report

Dear Sir,

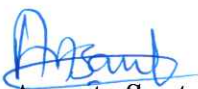
We enclose herewith copy of the unaudited financial results, Standalone and Consolidated, for the quarter/half year ended on September 30, 2014, duly approved and taken on record by the Board of Directors of the Company in its meeting held on November 7, 2014 submitted to Stock Exchanges in India pursuant to Clause 41 of the Listing Agreement.

Also attached herewith Limited Review Report received from the Statutory Auditors of the Company, M/s. CNK & Associates LLP, Chartered Accountants.

Please acknowledge.

Thanking you,

Yours faithfully,
For **Mercator Limited**



Amruta Sant
Company Secretary

MERCATOR LIMITED

CIN : L63090MH1983PLC031418

Regd. Office: 3rd Floor, Mittal Tower, B-wing, Nariman Point, Mumbai-400021. Tel: 022-66373333

PART I - Statement Of Unaudited Financial Results For The Quarter / Half Year Ended September 30, 2014

(Rs. in Lakhs)

Sr. No.	Particulars	CONSOLIDATED						STANDALONE					
		Quarter ended 30/09/2014	Quarter ended 30/06/2014	Quarter ended 30/09/2013	Half Year ended 30/09/2014	Half Year ended 30/09/2013	Year ended 31/03/2014	Quarter ended 30/09/2014	Quarter ended 30/06/2014	Quarter ended 30/09/2013	Half Year ended 30/09/2014	Half Year ended 30/09/2013	Year ended 31/03/2014
		Unaudited	Unaudited	Unaudited	Unaudited	Unaudited	Audited	Unaudited	Unaudited	Unaudited	Unaudited	Unaudited	Audited
1	Income from operations	77,532.86	75,577.97	88,637.17	153,110.83	160,662.42	345,778.04	15,841.19	12,422.30	11,121.23	28,263.49	19,350.34	49,704.36
2	Expenses												
	(a) Operating expenses	16,930.84	14,037.97	24,665.95	30,968.81	40,197.63	84,798.61	5,066.11	4,335.58	3,780.28	9,401.69	7,643.42	21,015.25
	(b) Bunker cost	3,730.39	2,765.68	4,769.79	6,496.07	7,736.86	15,542.76	2,489.35	1,856.48	1,729.95	4,345.82	3,379.96	7,573.04
	(c) Vessel Hire charges	2,336.55	2,511.79	3,370.90	4,848.34	4,496.19	9,454.41	1,387.23	1,032.01	1,085.70	2,419.24	1,636.06	3,740.53
	(d) Coal Operating expenses	33,998.56	39,263.98	37,137.54	73,262.54	72,904.23	157,721.23	-	-	-	-	-	-
	(e) Employee benefits expense	2,060.29	1,378.10	1,640.65	3,438.39	2,698.91	5,478.53	522.65	329.32	356.82	851.97	645.74	1,287.37
	(f) Other expenses	2,060.11	1,632.61	2,020.68	3,692.72	3,450.71	7,452.38	704.79	640.38	318.80	1,345.17	634.24	2,316.82
	(g) Dry-docking expenses	998.72	348.70	378.40	1,347.42	535.38	1,360.99	998.72	348.70	378.40	1,347.42	535.38	1,360.99
	Total expenses	62,115.46	61,938.83	73,983.91	124,054.29	132,019.91	281,808.91	11,168.85	8,542.47	7,649.94	19,711.31	14,474.79	37,294.00
	Operating Profit (PBIT) [1 - 2]	15,417.40	13,639.14	14,653.26	29,056.54	28,642.51	63,969.13	4,672.34	3,879.83	3,471.29	8,552.18	4,875.55	12,410.36
	Depreciation and amortisation expense	11,570.66	11,758.22	10,757.50	23,328.88	20,351.15	44,087.02	2,277.03	2,229.11	1,707.27	4,506.14	3,329.50	6,751.73
	Impairment	-	-	601.47	-	601.47	1,218.72	-	-	-	-	-	-
3	Profit/(Loss) from operations before other income	3,846.74	1,880.92	3,294.29	5,727.66	7,689.89	18,663.39	2,395.31	1,650.72	1,764.02	4,046.04	1,546.05	5,658.63
4	Finance costs and exceptional items												
	Other Income	(427.31)	345.34	328.18	(81.97)	623.84	575.39	(223.08)	290.67	(141.76)	67.59	202.02	214.92
	(a) Gain / (Loss) on foreign currency transactions (net)	(86.54)	-	(0.11)	(86.54)	4.78	5.54	(86.54)	-	(0.11)	(86.54)	4.78	1.31
	(b) Profit/(loss) on sale of assets	42.23	-	13.42	42.23	13.42	13.42	42.23	-	13.81	42.23	13.81	13.81
	(c) Profit/(loss) on sale of investments	(13.13)	30.44	385.31	17.31	665.73	1,406.12	83.42	29.83	326.65	113.25	609.35	906.08
	(d) Other income	-	-	-	-	-	-	-	-	-	-	-	-
5	Profit/(Loss) from ordinary activities before finance costs and exceptional items (3 + 4)	3,361.99	2,256.70	4,021.09	5,618.69	8,997.66	20,663.86	2,211.34	1,971.22	1,962.61	4,182.57	2,376.01	6,794.75
6	Finance costs (net)	5,131.07	4,911.68	5,160.35	10,042.75	10,065.80	19,356.05	1,373.94	1,475.08	1,714.42	2,849.03	3,319.23	5,723.51
7	Profit/(Loss) from ordinary activities after finance costs but before exceptional items (5 - 6)	(1,769.08)	(2,654.98)	(1,139.26)	(4,424.06)	(1,068.14)	1,307.81	837.40	496.14	248.19	1,333.54	(943.22)	1,071.25
8	Exceptional Items	-	-	-	-	-	298.09	-	-	-	-	-	-
9	Profit/(Loss) from ordinary activities before tax (7 - 8)	(1,769.08)	(2,654.98)	(1,139.26)	(4,424.06)	(1,068.14)	1,009.72	837.40	496.14	248.19	1,333.54	(943.22)	1,071.25
10	Tax expense												
	Current	35.63	145.68	72.46	181.31	482.39	2,569.76	18.83	18.63	6.32	37.46	31.96	150.12
	Deferred	0.93	-	-	0.93	-	(69.97)	-	-	-	-	-	-
11	Net Profit/(Loss) from ordinary activities after tax (9 - 10)	(1,805.64)	(2,800.66)	(1,211.72)	(4,606.30)	(1,550.53)	(1,490.07)	818.57	477.51	241.87	1,296.09	(975.18)	921.13
12	Extraordinary items	-	-	-	-	-	-	-	-	-	-	-	-
13	Net Profit/(Loss) for the period (11 + 12)	(1,805.64)	(2,800.66)	(1,211.72)	(4,606.30)	(1,550.53)	(1,490.07)	818.57	477.51	241.87	1,296.09	(975.18)	921.13
14	Minority Interest	(1,496.35)	(1,570.04)	(1,506.95)	(3,066.38)	(2,842.36)	(4,707.88)	-	-	(0.00)	-	-	-
15	Net Profit/(Loss) after taxes, minority interest and share of profit/(loss) of associates (13 - 14)	(309.30)	(1,230.63)	295.23	(1,539.92)	1,291.83	3,217.81	818.57	477.51	241.87	1,296.09	(975.18)	921.13
16	Paid-up equity share capital (Face Value Re. 1/- each)	2,448.92	2,448.92	2,448.92	2,448.92	2,448.92	2,448.92	2,448.92	2,448.92	2,448.92	2,448.92	2,448.92	2,448.92
17	Reserve excluding Revaluation Reserves as per balance sheet of previous accounting year	-	-	-	-	-	231,876.77	-	-	-	-	-	63,958.93
18.I	Earnings per share (before extraordinary items) (of Re.1/- each) (not annualised):												
	(a) Basic (Rs.)	(0.13)	(0.50)	0.12	(0.63)	0.53	1.31	0.33	0.19	0.10	0.53	(0.40)	0.38
	(b) Diluted (Rs.)	(0.13)	(0.50)	0.12	(0.63)	0.53	1.31	0.33	0.19	0.10	0.53	(0.40)	0.38
18.II	Earnings per share (after extraordinary items) (of Re.1/- each) (not annualised):												
	(a) Basic (Rs.)	(0.13)	(0.50)	0.12	(0.63)	0.53	1.31	0.33	0.19	0.10	0.53	(0.40)	0.38
	(b) Diluted (Rs.)	(0.13)	(0.50)	0.12	(0.63)	0.53	1.31	0.33	0.19	0.10	0.53	(0.40)	0.38



PART II - Select Information for the Quarter / Half year ended September 30, 2014

Sr. No.	Particulars	CONSOLIDATED						STANDALONE					
		Quarter ended 30/09/2014	Quarter ended 30/06/2014	Quarter ended 30/09/2013	Half Year ended 30/9/2014	Half Year ended 30/9/2013	Year ended 31/03/2014	Quarter ended 30/09/2014	Quarter ended 30/06/2014	Quarter ended 30/09/2013	Half Year ended 30/9/2014	Half Year ended 30/9/2013	Year ended 31/03/2014
		Unaudited	Unaudited	Unaudited	Unaudited	Unaudited	Audited	Unaudited	Unaudited	Unaudited	Unaudited	Unaudited	Audited
A	PARTICULARS OF SHAREHOLDING												
1	Public shareholding	146,408,007	146,408,007	146,408,007	146,408,007	146,408,007	146,408,007	146,408,007	146,408,007	146,408,007	146,408,007	146,408,007	146,408,007
	-Number of shares	59.78	59.78	59.78	59.78	59.78	59.78	59.78	59.78	59.78	59.78	59.78	59.78
	-Percentage of shareholding												
2	Promoters and Promoter Group Shareholding												
	a) Pledged / Encumbered												
	-Number of shares	-	-	-	-	-	-	-	-	-	-	-	-
	-Percentage of shares (as a % of the total shareholding of promoter and promoter group)	-	-	-	-	-	-	-	-	-	-	-	-
	-Percentage of shares (as a % of the total share capital of the company)	-	-	-	-	-	-	-	-	-	-	-	-
	b) Non-encumbered												
	-Number of shares	98,484,066	98,484,066	98,484,066	98,484,066	98,484,066	98,484,066	98,484,066	98,484,066	98,484,066	98,484,066	98,484,066	98,484,066
	-Percentage of shares (as a % of the total shareholding of Promoter and Promoter group)	100.00	100.00	100.00	100.00	100.00	100.00	100.00	100.00	100.00	100.00	100.00	100.00
	-Percentage of shares (as a % of the total share capital of the company)	40.22	40.22	40.22	40.22	40.22	40.22	40.22	40.22	40.22	40.22	40.22	40.22

Sr.No.	Particulars	Quarter ended 30/09/2014
B	INVESTOR COMPLAINTS	
	Pending at the beginning of the quarter	0
	Received during the quarter	1
	Disposed of during the quarter	1
	Remaining unresolved at the end of the quarter	0



SEGMENTWISE CONSOLIDATED REVENUE RESULTS AND CAPITAL EMPLOYED FOR THE QUARTER / HALF YEAR ENDED SEPTEMBER 30, 2014						
Particulars	(Rs in Lakhs)					
	Quarter Ended			Half Year Ended		Year Ended
	30-Sep-14	30-Jun-14	30-Sep-13	30-Sep-14	30-Sep-13	31-Mar-14
	Unaudited	Unaudited	Unaudited	Unaudited	Unaudited	Audited
1. Segment Revenue (net sale/income from each segment should be disclosed under this head)						
(a) Shipping	24,416	21,038	24,616	45,455	40,657	91,557
(b) Offshore	7,825	7,482	8,011	15,306	15,048	31,268
(c) Coal (Mining, Procurement and Logistics)	38,941	44,230	42,494	83,171	83,958	183,378
(d) Other	5,794	3,385	14,242	9,179	22,306	41,575
Net sales/Income From Operations	76,976	76,135	89,364	153,111	161,970	347,779
2. Segment Results (Profit)(+)/ Loss (-) before tax and interest from Each segment)						
(a) Shipping	(299)	(1,868)	(550)	(2,167)	(3,395)	(3,215)
(b) Offshore	2,582	2,023	2,034	4,605	4,197	8,002
(c) Coal (Mining, Procurement and Logistics)	1,079	1,824	1,473	2,903	5,263	12,290
(d) Other	0	278	1,065	278	2,932	3,289
Less: (i) Interest	5,131	4,912	5,160	10,043	10,066	19,356
(ii) Other Un-allocable Expenditure net off Un-allocable income						-
Total Profit Before Tax	(1,769)	(2,655)	(1,139)	(4,424)	(1,068)	1,010
3. Capital Employed (Segment assets – Segment Liabilities)						
(a) Shipping	472,124	484,961	503,074	472,124	503,074	484,318
(b) Offshore	97,206	72,950	79,459	97,206	79,459	77,424
(c) Coal (Mining, Procurement and Logistics)	90,047	90,169	76,687	90,047	76,687	77,432
(d) Others/Unallocated	(374,289)	(366,251)	(366,131)	(374,289)	(366,131)	(355,295)
Total	285,088	281,829	293,090	285,088	293,090	283,879





MERCATOR

Standalone /Consolidated Statement of Assets and Liabilities

(Rs. in Lakhs)

	Particulars	CONSOLIDATED		STANDALONE	
		As at 30/09/2014	As at 31/03/2014	As at 30/09/2014	As at 31/03/2014
		Unaudited	Audited	Unaudited	Audited
A	EQUITY AND LIABILITIES				
1	Shareholders' funds				
	(a) Share capital	2,448.92	2,448.92	2,448.92	2,448.92
	(b) Reserves and surplus	233,355.20	231,876.77	64,510.88	63,958.93
	(c) Money received against share warrants	-	-	-	-
	Sub-total -Shareholders' funds	235,804.12	234,325.69	66,959.80	66,407.85
2	Share application money pending allotment	-	-	-	-
3	Minority interest	49,283.60	49,552.89	-	-
4	Non -current liabilities				
	(a) Long-term borrowings	265,139.32	256,388.36	63,218.20	56,944.67
	(b) Deferred tax liabilities (net)	-	-	-	-
	(c) Other long-term liabilities	1,517.08	1,591.35	1,023.06	1,116.48
	(d) Long term provisions	460.60	480.41	220.91	220.91
	Sub-total-Non-Current liabilities	267,117.00	258,460.12	64,462.17	58,282.06
5	Current Liabilities				
	(a) Short-term borrowings	71,083.69	60,533.70	4,643.59	4,581.01
	(b) Trade Payables	39,353.34	47,716.46	9,179.42	10,603.63
	(c) Other Current liabilities	103,326.17	73,373.40	28,710.74	29,041.58
	(d) Short term provisions	3,670.50	3,915.19	280.94	322.56
	Sub-total-Current liabilities	217,433.70	185,538.75	42,814.70	44,548.78
	TOTAL-EQUITY AND LIABILITIES	769,638.42	727,877.45	174,236.67	169,238.69
B	ASSETS				
1	Non-current assets				
	(a) Fixed assets	558,004.68	542,427.46	88,923.38	92,342.86
	(b) Goodwill on consolidation	1,827.60	1,782.70	-	-
	(c) Non-current investments	3,275.38	3,146.66	962.28	263.64
	(d) Deferred tax assets (net)	1,012.29	987.60	-	-
	(e) Long- term loans and advances	34,668.95	30,276.34	36,256.20	32,584.24
	(f) Other non-current assets	3,110.23	4,542.67	29.55	1,327.33
	Sub-total-Non-current assets	601,899.13	583,163.43	126,171.40	126,518.07
2	Current assets				
	(a) Current investments	1,656.02	420.14	-	50.00
	(b) Inventories	4,173.93	5,702.23	1,425.78	1,421.91
	(c) Trade receivables	72,011.17	63,220.25	18,400.20	18,638.97
	(d) Cash and cash equivalents	31,245.67	19,454.22	9,862.10	5,024.35
	(e) Short-term loans and advances	36,289.72	28,658.30	18,292.65	17,503.14
	(f) Other current assets	22,362.77	27,258.88	84.54	82.25
	Sub-total-Current assets	167,739.29	144,714.02	48,065.27	42,720.62
	TOTAL - ASSETS	769,638.42	727,877.45	174,236.67	169,238.69



Notes:

- 1) These results reviewed by the Audit committee were taken on record by the Board of Directors at its meeting held on November 07, 2014.
- 2) The Statutory Auditors have performed a Limited Review of Standalone financial results for the quarter / half year ended September 30, 2014.
- 3) Consequent to Schedule II of the Companies Act, 2013, becoming applicable with effect from April 01, 2014, depreciation for the quarter / half year ended September 30, 2014, has been provided on the basis of useful life of assets and residual values as prescribed in Schedule II ; except in case of certain types of assets, the Company continues to charge depreciation based on actual useful life and residual values.
- 4) The Company has identified segments into Shipping (includes tanker, bulker and dredger), Offshore and Coal (includes mining, procurement and logistics). The ships are operating internationally. The performance of the segment is monitored on the basis of primary segment only.
- 5) The figures of the previous period/ year have been rearranged / regrouped wherever necessary.

For Mercator Limited



H. K. Mittal
Executive Chairman
7-Nov-14
Mumbai



Limited Review Report

**Review Report to
The Board of Directors
Mercator Limited**

1. We have reviewed the accompanying statement of unaudited standalone financial results of **Mercator Limited** ('the Company') for the quarter/half year ended 30th September, 2014 (the "Statement"), except for the disclosures regarding 'Public Shareholding' and 'Promoter and Promoter Group Shareholding' which have been traced from disclosures made by the management and have not been reviewed by us. This Statement is the responsibility of the Company's management and has been approved by the Board of Directors. Our responsibility is to issue a report on the Statement based on our review.
2. We conducted our review of the statement in accordance with the Standard on Review Engagement (SRE) 2410, "Review of Interim Financial Information Performed by the Independent Auditor of the Entity" issued by the Institute of Chartered Accountants of India. This standard requires that we plan and perform the review to obtain moderate assurance as to whether the Statement is free of material misstatement. A review is limited primarily to inquiries of company personnel and analytical procedures applied to financial data and thus provide less assurance than an audit. We have not performed an audit and accordingly, we do not express an audit opinion.
3. Based on our review conducted as above nothing has come to our attention that causes us to believe that the accompanying Statement of unaudited financial results prepared in accordance with the recognition and measurement principles laid down in Accounting Standard 25 "Interim Financial Reporting", [notified pursuant to the Companies (Accounting Standards) Rules, 2006, (as amended) which continue to be applicable in respect of section 133 of the Companies Act, 2013 read with Rule 7 of the Companies (Accounts) Rules, 2014 and other accounting principles generally accepted in India, has not disclosed the information required to be disclosed in terms of Clause 41 of the Listing Agreement including the manner in which it is to be disclosed, or that it contains any material misstatement
4. In our opinion and to the best of our information and according to the explanation given to us, the statement:
 - i. Have been presented in accordance with the requirement of Clause 41 of the Listing Agreement in this regard; and
 - ii. Give a true and fair view of the net profit and other financial information of the company for the quarter/half year ended 30th September 2014.



5. Further we also report that we have traced the number of shares as well as the percentage of shareholding in respect of the aggregate amount of public shareholding and the number of shares as well as the percentage of shares pledged/encumbered and non-encumbered in respect of the aggregate amount of promoters and promoter group shareholding, in terms of clause 35 of listing Agreements with the Stock exchanges and the particulars relating to the investor complaints disclosed in the part II –Select Information for the quarter/Half ended September 30, 2014 of the Statement, from the details furnished by the Management.

For CNK & Associates LLP
Chartered Accountants
Firm registration number: 101961W

Vijay Mehta
Partner
Membership No.: 106533



Place: Mumbai
Date: 07th November, 2014