

February 27, 2018

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

Dear Sir/Madam,

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

Sub: Updates on Oil Block

Mercator Petroleum Limited (MPL), a Mercator Group Company, is pleased to announce that Directorate General of Hydrocarbons (DGH) has approved the Field Development Plan (FDP) submitted by MPL for its Jyoti-1 & Jyoti-2 oil discoveries in Block CB-ONN-2005/9. DGH has approved the FDP for over 23 million barrels of recoverable Oil over the life of field.

MPL is also gearing up to commence Extended Well Test (EWT)/ Trial Production at one of the wells in March 2018, as approved by DGH earlier. EWT will help MPL streamline operations prior to full-fledged production which is targeted to commence at the earliest.

As per earlier announced schedule, MPL is in process of commencing drilling in the Eighth exploratory well. Testing of already drilled well (Jyoti-6) is also underway.

Yours faithfully,

For Mercator Limited


Suhas Pawar
Company Secretary

