MERCATOR LINES (SINGAPORE) LIMITED

(Company Registration No. 200507205N)
(Incorporated in Singapore)
(the "Company")

UPDATE ON APPLICATION UNDER SECTION 210 OF THE COMPANIES ACT FOR STAY OF PROCEEDINGS AND LEAVE TO CONVENE MEETINGS OF CREDITORS AND APPLICATION FOR JUDICIAL MANAGEMENT

We refer to the announcements on 14 September 2015, 17 September 2015, 29 September 2015, 27 October 2015 and 12 November 2015 in relation to:

(a) the Company's application to the High Court of the Republic of Singapore (the "**Court**") on 14 September 2015 for leave to convene meetings of creditors no later than 4 months from the date of the application for the purposes of considering and, if thought fit, approving with or without modification a scheme of arrangement under section 210 of the Companies Act (Chapter 50)(the "**Scheme**") and for a stay of proceedings against the Company (the "**Scheme Application**"); and

(b) the application by HSH Nordbank AG Singapore Branch ("**HSH**"), a creditor of the Company, on 10 September 2015 for an order that the Company be placed under the judicial management of a judicial manager (the "**JM Application**").

The Company would like to update that at the hearing of the Scheme Application and the JM Application on 20 November 2015, the Court directed that both the Scheme Application and the JM Application were to be adjourned and to be heard by the Court on a date not later than 8 January 2016. The adjournment was allowed for the Company and its creditors to try to reach an agreement on a consensual refinancing, recapitalisation and restructuring plan. The Court also granted leave to secured creditors of the Company to enforce on their security notwithstanding the pending JM Application.

Any material developments (including in relation to the JM Application, the Scheme and the restructuring plan) will be disclosed to SGX.

By Order of the Board

SHALABH MITTAL
Managing Director & Chief Executive Officer

20 November 2015