MERCATOR
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2nd June 2015

To
National Stock Exchange of India Ltd.
Exchange Plaza,
Bandra - Kurla Complex,
Bandra (E) Mumbai-400 051.

Company Code: MERCATOR

Re: Update on Oil Block

As you are aware, Mercator Petroleum Ltd. (MPL), one of the subsidiaries of the Company has been awarded 2 oil blocks in Cambay Basin under NELP VII by Government of India.

We are pleased to inform you that MPL has made its first oil discovery in its very first well. Attached herewith is a copy of media release in this regard for your information and record.

Please acknowledge.

Thanking you,

Yours faithfully,
For Mercator Limited

Deepesh Joishar
Company Secretary

MERCATOR LIMITED * MUMBAI *

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MERCATOR LIMITED

MEDIA RELEASE

Mercator Ltd. is pleased to announce that its subsidiary Mercator Petroleum Ltd. (MPL), has made its first oil discovery. Crude oil flowed from its well, Jyoti-1 onto the surface in presence of the DGH representative. This discovery was from the very first well drilled by MPL. The same has been informed to the Directorate General of Hydrocarbons (DGH).

The well was drilled in compliance with all the technological and ecological standards & requirements to a depth of 2936 m penetrating multiple oil & gas shows. The zone in the interval 2575 to 2580m (Hazad Member of Ankleshwar Formation) was perforated and flowed oil at the rate of 830 bopd through 32/64" choke size. The oil is light and of very good quality with 41°API. The discovery forms part of the block CB-ONN-2005/9.

Dr. Rabi Bastia, President-Exploration & Production, MPL commented on the discovery saying *"The discovery in the very first exploration well speaks volumes for the capability of our team. This discovery pertains to a very good quality Miocene age clastic reservoir with permeability of more than 500 milli darcy. A substantial amount of new geological data was obtained from the well which will be further evaluated & integrated and a conclusion on the resource base of the field will be made. The discovery opens up a large corridor of possible hydrocarbon accumulation in the area."*

Mercator Petroleum Ltd. (MPL)

- MPL is an E&P focused company and has the following interests
    - 100% interest in 2 blocks in Cambay basin, Gujarat – CN-ONN-2005/9 & 2005/3.
    - 25% interest in 2 blocks in offshore Myanmar – Block "M-4" & Block "YEB"

Mercator Ltd. (ML)

- Mercator Limited is a diversified conglomerate with Group having business interests in Coal (Mining and Logistics); Oil & Gas (E&P and Offshore Services); Shipping (Dry Bulk, Wet Bulk and Gas Carrier); and Dredging. The Company has a global presence through its subsidiaries.

For Mercator Limited

Deepesh Joishar
Company Secretary

June 2, 2015