MERCATOR LINES
L I M I T E D

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28th October, 2010

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

Company Code: MLL - EQ

Re: Financial Results

Dear Sir,

Pursuant to Clause 41 of the Listing Agreement, we enclose herewith 3 copies of unaudited financial results for the quarter/half year ended on 30th September, 2010, duly approved and taken on record by the Board of Directors of the Company in its meeting held on 28th October, 2010.

The consolidated results are being published into newspapers.

Please acknowledge.

Thanking you,

Yours faithfully,
For **Mercator Lines Limited**

Suchita Shirambekar
Company Secretary &
Compliance Officer

MERCATOR LINES LIMITED (MLL)

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

UNAUDITED FINANCIAL RESULTS FOR THE QUARTER/PERIOD ENDED SEPTEMBER 30, 2010

(Rs. In lakhs)

Sr. No.	Particulars	CONSOLIDATED					STANDALONE				
		THREE MONTHS ENDED		SIX MONTHS ENDED		YEAR ENDED	THREE MONTHS ENDED		SIX MONTHS ENDED		YEAR ENDED
		30-Sep-10	30-Sep-09	30-Sep-10	30-Sep-09	31-Mar-10	30-Sep-10	30-Sep-09	30-Sep-10	30-Sep-09	31-Mar-10
		Unaudited	Unaudited	Unaudited	Unaudited	Audited	Reviewed	Reviewed	Reviewed	Reviewed	Audited
1(a)	Income from Operations	39,700.41	34,471.42	76,721.60	74,945.05	143,130.36	17,346.67	13,047.52	32,158.53	31,497.59	57,628.70
1(b)	Sale of Coal	27,466.80	6,189.15	50,373.17	10,443.26	37,742.33	0.00	0.00	0.00	0.00	0.00
	Exchange fluctation (loss)/gain	-587.86	391.91	-226.50	(88.53)	(1,783.22)	(568.95)	117.05	-209.96	(804.91)	(1,600.83)
	Profit on sale of Assets	0.00	552.80	-0.35	552.80	3,482.76	0.00	552.80	3.47	4,757.29	11,914.07
	Total Income	66,579.35	41,605.28	126,867.92	85,852.58	182,572.23	16,777.72	13,717.37	31,952.04	35,449.97	67,941.94
2	Expenditure										
	a) Operating expenses	7,933.45	9,688.99	15,563.89	18,204.09	33,599.88	4,423.38	5,911.59	8,449.36	11,340.59	20,662.51
	b) Bunker cost	4,694.81	5,316.63	8,609.46	9,600.88	20,132.04	3,279.33	3,530.34	6,752.48	6,057.29	13,912.23
	c) Vessel Hire charges	8,441.78	3,706.01	13,292.70	7,818.24	18,484.30	3,836.44	770.34	5,556.98	2,195.26	5,715.46
	d) Coal Operating expenses	25,522.98	6,183.30	46,912.15	10,445.71	36,713.87	0.00	0.00	0.00	0.00	0.00
	e) Employees cost	800.32	456.49	1,443.13	808.21	2,477.83	345.10	256.92	597.86	489.82	1,072.51
	f) Other Expenditure	774.53	234.16	1,518.01	1,049.52	2,547.16	271.48	-16.28	527.79	701.42	1,203.36
	g) Dry-docking expenses	147.82	1,074.08	1,085.61	1,074.08	2,424.13	0.00	1,074.08	0.00	1,074.08	1,533.47
	Total Expenditure	48,315.69	26,659.66	88,424.95	49,000.73	116,379.21	12,155.73	11,526.99	21,884.47	21,858.46	44,099.54
	Profit before Depreciation; Interest ; Tax & other Income & exceptional items (EBIDATA)	**18,263.66**	**14,945.62**	**38,442.97**	**36,851.85**	**66,193.02**	**4,621.99**	**2,190.38**	**10,067.57**	**13,591.51**	**23,842.40**
	Depreciation	7,324.23	9,254.75	14,924.97	18,080.20	34,090.65	2,855.55	3,638.45	5,778.93	7,276.07	13,711.63
3	**Profit from Operations before Other Income, Interest & Exceptional Items**	10,939.43	5,690.87	23,518.00	18,771.65	32,102.37	1,766.44	-1,448.07	4,288.64	6,315.44	10,130.77
4	Other Income										
	- Profit on sale of investments	14.65	0	14.65	0.00	(3.00)	14.65	0.00	14.65	0.00	(3.00)
	- Miscelleneous income	203.75	-92.09	252.46	(729.14)	(596.89)	138.66	44.47	187.37	123.08	450.77
5	Profit before Interest & Exceptional Item	11,157.83	5,598.78	23,785.11	18,042.51	31,502.48	1,919.75	-1,403.60	4,490.66	6,438.52	10,578.54
6	Interest (Net)	4721.25	4835.39	9,597.84	10,465.38	20,577.15	1,848.53	2,137.80	3,966.06	4,553.16	9,493.97
7	Profit after Interest but before exceptional Item	6,436.58	763.39	14,187.27	7,577.13	10,925.33	71.22	-3,541.40	524.59	1,885.36	1,084.57
8	Exceptional Items	0	0	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
9	Profit from ordinary activities before tax	6,436.58	763.39	14,187.27	7,577.13	10,925.33	71.22	-3,541.40	524.59	1,885.36	1,084.57
	Minority Interest	1264.96	1568.06	2,799.09	3,104.03	5,096.78	0.00	0.00	0.00	0.00	0.00
10	Tax Expenses										
	- Current	18.79	193	73.26	1,022.82	2,254.64	12.06	186.00	62.80	1,011.00	2,195.00
	MAT Credit	0	-808	0.00	-808.00	(1,750.00)	0.00	(808.00)	0.00	-808.00	(1,750.00)
	Excess provision written back	0	0	(7.53)	0.00	0.00	0.00	0.00	(7.53)	0.00	0.00
11	Net Profit from ordinary activities After Tax	5,152.83	-189.67	11,322.45	4,258.28	5,323.91	59.16	-2,919.40	469.32	1,682.36	639.57
12	Extra ordinary items/Prior period items	0	0	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
13	**Net profit for the period**	**5,152.83**	**-189.67**	**11,322.45**	**4,258.28**	**5,323.91**	**59.16**	**-2,919.40**	**469.32**	**1,682.36**	639.57

14	Paid-up Equity Share Capital (Face Value-Re. 1/- each)	2,359.92	2,359.92	2,359.92	2,359.92	2,359.92	2,359.92	2,359.92	2,359.92	2,359.92	2,359.92
15	Reserves excluding Revaluation Reserve	N.A.	N.A.	N.A.	N.A.	212,448.67	N.A.	N.A.	N.A.	N.A.	103,584.39
16	EPS for the period (not annualised)										
	-Basic (Rs.)	2.18	-0.08	4.80	1.80	2.26	0.03	-1.24	0.20	0.71	0.27
	-Diluted (Rs.)	2.18	-0.07	4.80	1.78	2.26	0.03	-1.20	0.20	0.71	0.27
	After extra-ordinary items:										
	-Basic (Rs.)	2.18	-0.08	4.80	1.80	2.26	0.03	-1.24	0.20	0.71	0.27
	-Diluted (Rs.)	2.18	-0.07	4.80	1.78	2.26	0.03	-1.20	0.20	0.71	0.27
17	Public Shareholding										
	-Number of Shares	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
	-Percentage of Shareholding	62.04	62.04	62.04	62.04	62.04	62.04	62.04	62.04	62.04	62.04
18	Promoters and Promoter group shareholding										
a)	Pledged/Encumbered										
	- Number of shares	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
	- Percentage of shares (as a % of the total shareholding of promoter and promoter group	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
	- Percentage of shares (as a % of the total share capital of the Company	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
b)	Non-encumbered										
	- Number of shares	89,584,066	89,584,066	89,584,066	89,584,066	89,584,066	89,584,066	89,584,066	89,584,066	89,584,066	89,584,066
	- 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
	- Percentage of shares (as a % of the total share capital of the Company	37.96	37.96	37.96	37.96	37.96	37.96	37.96	37.96	37.96	37.96

SEGMENTWISE CONSOLIDATED REVENUE RESULTS AND CAPITAL EMPLOYED FOR THE QUARTER ENDED SEPT 30, 2010

(Rs in Lakhs)

Particulars	THREE MONTHS ENDED		SIX MONTHS ENDED		YEAR ENDED
	30-Sep-10	30-Sep-09	30-Sep-10	30-Sep-09	31-Mar-10
	Unaudited	Unaudited	Unaudited	Unaudited	Audited
1. Segment Revenue (net sale/income from each segment should be disclosed under this head)					
(a) Shipping	35,703.14	29,056.23	68,239.10	63,426.37	121,666.50
(b) Offshore	3,689.23	4,055.17	7,620.27	8,093.34	15,970.06
(c) Coal (Mining, Trading and Logistics)	27,774.83	7,549.17	51,235.40	13,868.60	43,832.25
(d) Other	-369.46	0.00	40.25	0.00	503.53
Total					
Net sales/Income From Operations	66,797.74	40,660.57	127,135.02	85,388.31	181,972.34
2. Segment Results (Profit)(+)/ Loss (-) before tax					
(a) Shipping	7,486.06	2,225.99	15,546.73	12,767.52	18,720.00
(b) Offshore	2,721.40	2,743.00	5,661.68	5,516.73	11,676.96
(c) Coal (Mining, Trading and Logistics)	1,319.80	53.77	2,536.45	983.57	601.99
(d) Other	-369.46	0	40.25	0.00	503.53
Less: (i) Interest	4,721.24	4,835.39	9,597.84	10,465.38	20,577.15
(ii) Other Un-allocable Expenditure net off Un-allocable income	0.00	-576.01	0.00	1,225.31	0.00
Total Profit Before Tax	6,436.58	763.38	14,187.27	7,577.13	10,925.33
3. Capital Employed (Segment assets – Segment Liabilities)					
(a) Shipping			527,014.85	549,885.14	529,286.06
(b) Offshore			142,236.83	100,157.62	95,668.69
(c) Coal (Mining, Trading and Logistics)			13,869.45	9,049.86	10,864.63
(d) Other			- 415,952.45	- 399,501.04	- 389,509.94
Total	0.00	0.00	267,168.68	259,591.58	246,309.44

STATEMENT OF ASSETS AND LIABILITIES AS ON SEPTEMBER 30, 2010

(Rs. In Lakhs)

Particulars	Consolidated	Consolidated	Standalone	Standalone
	30-Sep-10	31-Mar-10	30-Sep-10	31-Mar-10
SHAREHOLDERS' FUNDS:				
(a) Capital	2,359.92	2,359.92	2,359.92	2,359.92
(b) Reserves and Surplus	230,663.54	211,898.29	103,296.89	103,034.15
Minority Interest	34,145.22	31,500.81	-	-
LOAN FUNDS	335,747.79	311,598.78	134,154.53	147,346.36
Asset held for disposal	-	-	-	-
FIXED ASSETS	570,322.32	520,569.40	174,620.66	180,892.70
INVESTMENTS	4,323.27	7,458.78	535.77	5,856.34
CURRENT ASSETS, LOANS AND ADVANCES				
(a) Inventories	4,197.82	6,143.53	1,752.66	2,421.55
(b) Sundry Debtors	32,783.89	20,133.76	25,699.66	16,876.86
(c) Cash and Bank balances	61,128.40	88,798.28	37,084.11	66,840.20
(d) Other current assets	152.61	983.84	-	-
(e) Loans and Advances	37,156.76	24,167.93	73,676.90	61,960.99
TOTAL CURRENT ASSETS	135,419.48	140,227.34	138,213.33	148,099.60
Less: Current Liabilities and provisions				
(a) Liabilities	106,906.18	110,203.90	73,414.96	81,414.39
(b) Provisions	242.42	693.82	143.45	693.82
TOTAL CURRENT LIABILITIES	107,148.60	110,897.72	73,558.41	82,108.21
NET CURRENT ASSETS	28,270.88	29,329.62	64,654.92	65,991.39
TOTAL	602,916.47	557,357.80	239,811.35	252,740.43

NOTES:

1 These results reviewed by the Audit committee; were taken on record by the Board of Directors at its meeting held on October 28, 2010.

2 Pursuant to the requirements of the listing agreement, the Statutory Auditors have performed a Limited Review of standalone financial results for the quarter/half year ended on September 30, 2010.

3 During the quarter;the Company took delivery of an Aframax Tanker. Subsequent to quarter end, a Panamx vessel has been contracted to be acquired.

4 No. of complaints of investors: Pending at the beginning of quarter: Nil; Received during the quarter:34; resolved during the quarter 34; pending at the end of the quarter: Nil

5 The Company has divided segments into Shipping (includes tanker , bulker and dredger), Offshore, and Coal (includes mining, trading & logistics)

6 Comparative figures as on September 30, 2009 for Statement of Assets of Liabilities are not given since the same are not available.

7 Figures of the previous period/ year have been rearranged / regrouped wherever necessary.

For Mercator Lines Limited

H. K. Mittal
Executive Chairman
28.10.2010
Mumbai