MERCATOR
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April 2, 2018

To,
National Stock Exchange of India Ltd.
Exchange Plaza, Plot no. C/1, G Block,
Bandra-Kurla Complex
Bandra (E), Mumbai - 400 051.
Scrip Code: MERCATOR

Sub: Clarification

Dear Sir/Madam,

This is with respect to your email dated March 28, 2018 seeking clarification on announcement submitted to the Exchange on March 27, 2018, we would like to inform you the following:

1. **Special Rights/Interest/Privileges**
   a) The Company has issued unlisted (unrated) Non-Convertible Debentures (NCDs) without any equity and voting rights. The Company has entered into an Agreement to Sale of two vessels to its wholly owned subsidiary company 'Mercator Oceantransport Limited' which may be exercised prior to other events in case of default..

   b) Debenture Holders will get redemption premium as agreed in Debenture Trust Deed on its full or partial discharge.

2. **Charge Security**: NCDs is secured on following
   - Exclusive charge on two vessels owned by the company along with their receivables and cash flow through escrow account
   - Second charge on all receivable of oil block # CB-9 owned by the subsidiary company Mercator Petroleum Limited*.
   - Escrow on cash flow of Mercator Petroleum Limited*
   - 51% shares pledge of Mercator Petroleum Limited* held by Mercator Limited
   - 100% shares pledge of Mercator Oceantransport Limited* held by Mercator Limited
   - Corporate Guarantee of Mercator Petroleum Limited*
   - Corporate Guarantee of Mercator Oceantransport Limited*

   *(*These are non-material subsidiaries of Mercator Limited)*

3. **Coupon/Interest offered**: fixed coupon at 12% p,a, with redemption premium, as stated in the Debenture Trust Deed, payable on redemption of NCDs

4. **Tenure of the Instrument**: Tenure of 4.5 Years

5. **Whether proposed to be listed**: The NCDs issued will not be listed on any of stock exchanges in India.

Please take the same on your records.

Thanking You,

Yours faithfully,
For Mercator Limited

Rajendra Kothari
Chief Financial Officer

Mercator Limited

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