MERCATOR
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February 10, 2016

To,
BSE Limited
Phiroze Jeejeebhoy Towers,
Dalal Street,
Mumbai – 400 001
Scrip Code: 526235

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: Update on Divestment from step-down subsidiary

Dear Sir,

Further to our letter dated January 18, 2016, this is to inform you that the Mercator International Pte. Ltd. (MIPL), wholly owned subsidiary of the Company has entered into Sale and Purchase Agreement for sale of entire stake i.e 900,850,000 shares of Mercator Lines (Singapore) Ltd. (MLS).

Pursuant to provisions of Regulation 30 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 ("Listing Regulations"); we give below the necessary disclosure:

(a) For the last financial year ended on March 31, 2015; MLS had revenue of ~USD 56.30mn (equivalent ~INR 345 cr) which contributed about 11% of the consolidated turnover of the Company. The net worth of MLS as on that date was ~USD180 mn (equivalent ~INR 1127 cr) which represented about 48% consolidated turnover of the Company.
(b) Date on which the agreements for sale have been entered into : February 9, 2016
(c) The transaction is expected to be completed by : by March 25, 2016
(d) Consideration to be received from such divestment: as mentioned below
(e) Brief details of the buyers are:

Sr. No.	Buyer	No. of Shares	Consideration (In Singapore Dollar)
1	Bellerophon Holdings Pte. Ltd., Singapore	300,284,000	1
2	MIB Investments Private Limited, Singapore	300,283,000	1
3	Wroclaw Holdings Limited, Singapore	300,283,000	1
	Total	**900,850,000**	**3**

None of the Buyers belongs to promoter/ promoter Group/ group companies.

(f) The proposed sale is not a Related Party transaction.
(g) It is not a slump sale.

The above sale is subject to approvals from Singapore Exchange (SGX) being sought by MIPL; as well as Board of Directors of the Company (scheduled to be held on February 11, 2016) and its shareholders and further regulatory approval(s) as may be applicable.

Please acknowledge

Thanking You,
Yours faithfully
For Mercator Limited

MERCATOR LIMITED * MUMBAI *

Deepesh Joishar
Company Secretary