MERCATOR
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Date: 08.05.2012

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

RE: Company Code: MERCATOR

Re: Forfeiture of Warrants

Dear Sir,

This is to inform you that the Company had outstanding 1,88,80,000 warrants issued to the Promoters / Person Acting in Concert with the Promoters / Non-Promoter Directors / entities controlled by them, pursuant to a resolution passed by the shareholders at their Extra Ordinary General Meeting held on 28th October, 2010 in accordance with SEBI regulations on preferential issue.

Each of the said warrants is of a face value of Rs. 13.75 carrying option to subscribe for 1 equity share of the Company at a price of Rs. 55/- (inclusive of premium of Rs. 54/-).

In this connection, we have to inform you that as out of the said 1,88,80,000 warrants, holders of 1,67,70,000 warrants have not exercised their option to acquire equity shares of the Company as above till maturity date, i.e. 8th May 2012; these 1,67,70,000 warrants have lapsed as per the terms of issue. Accordingly, the said warrants stands cancelled and consequently, the entire application amount of Rs.13.75 per warrant received on them from the warrant holders stands forfeited.

You are requested to take note of the above.

Please acknowledge.

Thanking you.

Yours faithfully,
For **Mercator Limited**

Suchita Shirambekar
Company Secretary