

February 27, 2018

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

Dear Sir,

Sub: Re-affirmation of Credit Rating

This is to inform you that Credit Analysis and Research Ltd. (CARE) has reaffirmed the rating of 'CARE BBB+' (CARE Triple B Plus) assigned to long term Bank Facilities and NCDs while rating for short term bank facilities remains unchanged i.e. CARE A3+ (CARE A Three Plus).

The outlook has been revised from stable to negative on account of decline in scale of operations and profitability, resulting in lower than expected cash accruals. The outlook will be revised to 'stable' when the Company will normalize its coal operations* and improve the liquidity position.

The ratings of the Company continue to derive strength from long track record of the company along with experienced promoters & management, its diversified revenue profile and moderate capital structure.

(The Company vide its letter dated January 15, 2018 had already informed that it has successfully resumed its coal operations at its mining site in Indonesia and expects operations to reach optimum levels by March 2018)*

Please acknowledge the same.

Thanking You,

For **Mercator Limited**



Suhas Pawar
Company Secretary