

June 7, 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: Revision in Credit Rating

This is to inform you that Care Ratings Limited (CARE) has revised Company's rating for long term Bank facilities to 'CARE BBB' (CARE Triple B) and for short term Bank facilities to 'CARE A3' (CARE A Three).

As per CARE, the ratings have been revised on account of decline in scale of operations and incurrance of losses during FY18 and lower than expected cash accruals. This is mainly on account of disruptions in the coal operations for around five months of FY18 as well as weak performance of dredging segment. The debt coverage indicators are also expected to be moderate in the medium term.

The Company would like to inform that the coal operations have commenced in February 2018 and have reached optimum levels in April 2018.

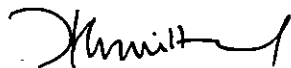
The ratings of the Company continue to derive strength from long track record of the company along with experienced promoters & management, its diversified revenue profile and moderate capital structure.

CARE has further stated that the outlook may be revised to 'Stable' once the oil production commences and adds to the overall profitability.

Please take the same on record.

Thanking You,

For **Mercator Limited**



H. K. Mittal
Executive Chairman
DIN: 00007690

