

Edgar Filing: MERCER INTERNATIONAL INC - Form SC 13G

MERCER INTERNATIONAL INC  
Form SC 13G  
February 14, 2006

SECURITIES & EXCHANGE COMMISSION  
Washington, D.C. 20549  
-----

SCHEDULE 13G \*  
(Rule 13d-102)

Amendment No. \*

INFORMATION TO BE INCLUDED IN STATEMENTS FILED PURSUANT  
TO RULES 13d-1(b), (c) AND (d) AND AMENDMENTS THERETO FILED  
PURSUANT TO 13d-2(b)

Mercer International, Inc.  
(Name of Issuer)

Common Stock  
(Title of Class of Securities)

588056101  
(CUSIP Number)

September 28, 2004  
(Date of event which requires filing of this statement)

Check the appropriate box to designate the rule pursuant to which this  
Schedule 13G is filed:

- Rule 13d-1(b)  
 Rule 13d-1(c)  
 Rule 13d-1(d)

(Page 1 of 15 Pages)

-----  
\*The remainder of this cover page shall be filled out for a reporting  
person's initial filing on this form with respect to the subject class of  
securities, and for any subsequent amendment containing information which would  
alter the disclosures provided in a prior cover page.

The information required in the remainder of this cover page shall not be  
deemed to be "filed" for purposes of Section 18 of the Securities Exchange Act  
of 1934 ("Act") or otherwise subject to the liabilities of that section of the  
Act but shall be subject to all other provisions of the Act (however, see the  
Notes).

CUSIP No. 588056101

13G

Page 2 of 15 Pages

-----  
(1) NAMES OF REPORTING PERSONS  
I.R.S. IDENTIFICATION NO.

Edgar Filing: MERCER INTERNATIONAL INC - Form SC 13G

OF ABOVE PERSONS (ENTITIES ONLY)

Ivory Capital, L.P.

-----

(2) CHECK THE APPROPRIATE BOX IF A MEMBER OF A GROUP \*\* (a) [ ]  
(b) [x]

-----

(3) SEC USE ONLY

-----

(4) CITIZENSHIP OR PLACE OF ORGANIZATION  
Delaware

-----

NUMBER OF (5) SOLE VOTING POWER  
SHARES -0-

-----

BENEFICIALLY (6) SHARED VOTING POWER  
13,160 shares of Common Stock; 8.5%  
Convertible Notes convertible into 8,774 shares  
of Common Stock

-----

OWNED BY

EACH (7) SOLE DISPOSITIVE POWER  
-0-

-----

REPORTING

PERSON WITH (8) SHARED DISPOSITIVE POWER  
13,160 shares of Common Stock; 8.5%  
Convertible Notes convertible into 8,774 shares  
of Common Stock

-----

(9) AGGREGATE AMOUNT BENEFICIALLY OWNED  
BY EACH REPORTING PERSON  
13,160 shares of Common Stock; 8.5%  
Convertible Notes convertible into 8,774 shares  
of Common Stock

-----

(10) CHECK BOX IF THE AGGREGATE AMOUNT  
IN ROW (9) EXCLUDES CERTAIN SHARES \*\* [ ]

-----

(11) PERCENT OF CLASS REPRESENTED  
BY AMOUNT IN ROW (9)  
0.08% Common Stock + 0.05% Common Stock  
(through conversion of the Convertible Notes  
if converted) = 0.13%

-----

(12) TYPE OF REPORTING PERSON \*\*  
PN

-----

\*\* SEE INSTRUCTIONS BEFORE FILLING OUT!

CUSIP No. 588056101

13G

Page 3 of 15 Pages

-----

(1) NAMES OF REPORTING PERSONS  
I.R.S. IDENTIFICATION NO.  
OF ABOVE PERSONS (ENTITIES ONLY)

Edgar Filing: MERCER INTERNATIONAL INC - Form SC 13G

Ivory Capital II, L.P.

(2) CHECK THE APPROPRIATE BOX IF A MEMBER OF A GROUP \*\* (a) [ ] (b) [x]

(3) SEC USE ONLY

(4) CITIZENSHIP OR PLACE OF ORGANIZATION Delaware

NUMBER OF (5) SOLE VOTING POWER -0- SHARES

BENEFICIALLY (6) SHARED VOTING POWER 35,350 shares of Common Stock; 8.5% Convertible Notes convertible into 23,484 shares of Common Stock OWNED BY

EACH (7) SOLE DISPOSITIVE POWER -0- REPORTING PERSON WITH

(8) SHARED DISPOSITIVE POWER 35,350 shares of Common Stock; 8.5% Convertible Notes convertible into 23,484 shares of Common Stock

(9) AGGREGATE AMOUNT BENEFICIALLY OWNED BY EACH REPORTING PERSON 35,350 shares of Common Stock; 8.5% Convertible Notes convertible into 23,484 shares of Common Stock

(10) CHECK BOX IF THE AGGREGATE AMOUNT IN ROW (9) EXCLUDES CERTAIN SHARES \*\* [ ]

(11) PERCENT OF CLASS REPRESENTED BY AMOUNT IN ROW (9) 0.20% Common Stock + 0.14% Common Stock (through conversion of the Convertible Notes if converted) = 0.34%

(12) TYPE OF REPORTING PERSON \*\* PN

\*\* SEE INSTRUCTIONS BEFORE FILLING OUT!

CUSIP No. 588056101

13G

Page 4 of 15 Pages

(1) NAMES OF REPORTING PERSONS I.R.S. IDENTIFICATION NO. OF ABOVE PERSONS (ENTITIES ONLY)

Ivory Investment Management, L.P.

Edgar Filing: MERCER INTERNATIONAL INC - Form SC 13G

(2) CHECK THE APPROPRIATE BOX IF A MEMBER OF A GROUP \*\*

(a) [ ]

(b) [x]

(3) SEC USE ONLY

(4) CITIZENSHIP OR PLACE OF ORGANIZATION  
Delaware

NUMBER OF (5) SOLE VOTING POWER  
SHARES -0-

BENEFICIALLY (6) SHARED VOTING POWER  
OWNED BY 700,000 shares of Common Stock; 8.5% Convertible Notes  
convertible into 980,645 shares of Common Stock

EACH (7) SOLE DISPOSITIVE POWER  
REPORTING -0-

PERSON WITH (8) SHARED DISPOSITIVE POWER  
700,000 shares of Common Stock; 8.5% Convertible Notes  
convertible into 980,645 shares of Common Stock

(9) AGGREGATE AMOUNT BENEFICIALLY OWNED  
BY EACH REPORTING PERSON  
700,000 shares of Common Stock; 8.5% Convertible Notes  
convertible into 980,645 shares of Common Stock

(10) CHECK BOX IF THE AGGREGATE AMOUNT  
IN ROW (9) EXCLUDES CERTAIN SHARES \*\* [ ]

(11) PERCENT OF CLASS REPRESENTED  
BY AMOUNT IN ROW (9)  
3.82% Common Stock + 5.36% Common Stock (through conversion  
of the Convertible Notes if converted) = 9.18%

(12) TYPE OF REPORTING PERSON \*\*  
PN

\*\* SEE INSTRUCTIONS BEFORE FILLING OUT!

CUSIP No. 588056101

13G

Page 5 of 15 Pages

(1) NAMES OF REPORTING PERSONS  
I.R.S. IDENTIFICATION NO.  
OF ABOVE PERSONS (ENTITIES ONLY)

IIM GP, LLC

(2) CHECK THE APPROPRIATE BOX IF A MEMBER OF A GROUP \*\*

(a) [ ]

(b) [x]

(3) SEC USE ONLY

Edgar Filing: MERCER INTERNATIONAL INC - Form SC 13G

(4) CITIZENSHIP OR PLACE OF ORGANIZATION  
Delaware

-----  
NUMBER OF (5) SOLE VOTING POWER -0-  
SHARES -----

BENEFICIALLY (6) SHARED VOTING POWER  
700,000 shares of Common Stock; 8.5% Convertible Notes  
convertible into 980,645 shares of Common Stock  
OWNED BY -----

EACH (7) SOLE DISPOSITIVE POWER -0-  
REPORTING -----

PERSON WITH (8) SHARED DISPOSITIVE POWER  
700,000 shares of Common Stock; 8.5% Convertible Notes  
convertible into 980,645 shares of Common Stock  
-----

(9) AGGREGATE AMOUNT BENEFICIALLY OWNED  
BY EACH REPORTING PERSON  
700,000 shares of Common Stock; 8.5% Convertible Notes  
convertible into 980,645 shares of Common Stock  
-----

(10) CHECK BOX IF THE AGGREGATE AMOUNT  
IN ROW (9) EXCLUDES CERTAIN SHARES \*\* [ ]  
-----

(11) PERCENT OF CLASS REPRESENTED  
BY AMOUNT IN ROW (9)  
3.82% Common Stock + 5.36% Common Stock (through conversion  
of the Convertible Notes if converted) = 9.18%  
-----

(12) TYPE OF REPORTING PERSON \*\* CO  
-----

\*\* SEE INSTRUCTIONS BEFORE FILLING OUT!

CUSIP No. 588056101 13G Page 6 of 15 Pages

-----  
(1) NAMES OF REPORTING PERSONS  
I.R.S. IDENTIFICATION NO.  
OF ABOVE PERSONS (ENTITIES ONLY) Ivory Capital Advisors, LLC  
-----

(2) CHECK THE APPROPRIATE BOX IF A MEMBER OF A GROUP \*\*  
(a) [ ]  
(b) [x]  
-----

(3) SEC USE ONLY  
-----

(4) CITIZENSHIP OR PLACE OF ORGANIZATION  
Delaware  
-----

NUMBER OF (5) SOLE VOTING POWER -0-  
SHARES -----

Edgar Filing: MERCER INTERNATIONAL INC - Form SC 13G

BENEFICIALLY (6) SHARED VOTING POWER  
48,510 shares of Common Stock; 8.5%  
Convertible Notes convertible into 32,258 shares  
of Common Stock

OWNED BY -----

EACH (7) SOLE DISPOSITIVE POWER  
-0-

REPORTING -----

PERSON WITH (8) SHARED DISPOSITIVE POWER  
48,510 shares of Common Stock; 8.5%  
Convertible Notes convertible into 32,258 shares  
of Common Stock

-----

(9) AGGREGATE AMOUNT BENEFICIALLY OWNED  
BY EACH REPORTING PERSON  
48,510 shares of Common Stock; 8.5%  
Convertible Notes convertible into 32,258  
shares of Common Stock

-----

(10) CHECK BOX IF THE AGGREGATE AMOUNT  
IN ROW (9) EXCLUDES CERTAIN SHARES \*\* [ ]

-----

(11) PERCENT OF CLASS REPRESENTED  
BY AMOUNT IN ROW (9)  
0.28% Common Stock + 0.19% Common Stock  
(through conversion of the Convertible Notes  
if converted) = 0.47%

-----

(12) TYPE OF REPORTING PERSON \*\*  
CO

-----

\*\* SEE INSTRUCTIONS BEFORE FILLING OUT!

CUSIP No. 588056101 13G Page 7 of 15 Pages

-----

(1) NAMES OF REPORTING PERSONS  
I.R.S. IDENTIFICATION NO.  
OF ABOVE PERSONS (ENTITIES ONLY)  
Ivory Capital Group, LLC

-----

(2) CHECK THE APPROPRIATE BOX IF A MEMBER OF A GROUP \*\*  
(a) [ ]  
(b) [x]

-----

(3) SEC USE ONLY

-----

(4) CITIZENSHIP OR PLACE OF ORGANIZATION  
Delaware

-----

NUMBER OF (5) SOLE VOTING POWER  
-0-

SHARES -----

BENEFICIALLY (6) SHARED VOTING POWER

Edgar Filing: MERCER INTERNATIONAL INC - Form SC 13G

48,510 shares of Common Stock; 8.5%  
Convertible Notes convertible into 32,258 shares  
of Common Stock

OWNED BY -----

EACH (7) SOLE DISPOSITIVE POWER -0-

REPORTING -----

PERSON WITH (8) SHARED DISPOSITIVE POWER  
48,510 shares of Common Stock; 8.5%  
Convertible Notes convertible into 32,258 shares  
of Common Stock

-----

(9) AGGREGATE AMOUNT BENEFICIALLY OWNED  
BY EACH REPORTING PERSON  
48,510 shares of Common Stock; 8.5%  
Convertible Notes convertible into 32,258  
shares of Common Stock

-----

(10) CHECK BOX IF THE AGGREGATE AMOUNT  
IN ROW (9) EXCLUDES CERTAIN SHARES \*\* [ ]

-----

(11) PERCENT OF CLASS REPRESENTED  
BY AMOUNT IN ROW (9)  
0.28% Common Stock + 0.19% Common Stock  
(through conversion of the Convertible Notes  
if converted) = 0.47%

-----

(12) TYPE OF REPORTING PERSON \*\* CO

-----

\*\* SEE INSTRUCTIONS BEFORE FILLING OUT!

CUSIP No. 588056101

13G

Page 8 of 15 Pages

-----

(1) NAMES OF REPORTING PERSONS  
I.R.S. IDENTIFICATION NO.  
OF ABOVE PERSONS (ENTITIES ONLY) Curtis G. Macnguyen

-----

(2) CHECK THE APPROPRIATE BOX IF A MEMBER OF A GROUP \*\*  
(a) [ ]  
(b) [x]

-----

(3) SEC USE ONLY

-----

(4) CITIZENSHIP OR PLACE OF ORGANIZATION  
United States

-----

NUMBER OF (5) SOLE VOTING POWER -0-

SHARES -----

BENEFICIALLY (6) SHARED VOTING POWER  
700,000 shares of Common Stock; 8.5% Convertible Notes  
convertible into 980,645 shares of Common Stock

Edgar Filing: MERCER INTERNATIONAL INC - Form SC 13G

OWNED BY -----  
EACH (7) SOLE DISPOSITIVE POWER -0-  
REPORTING -----  
PERSON WITH (8) SHARED DISPOSITIVE POWER  
700,000 shares of Common Stock; 8.5% Convertible Notes  
convertible into 980,645 shares of Common Stock  
-----  
(9) AGGREGATE AMOUNT BENEFICIALLY OWNED  
BY EACH REPORTING PERSON  
700,000 shares of Common Stock; 8.5% Convertible Notes  
convertible into 980,645 shares of Common Stock  
-----  
(10) CHECK BOX IF THE AGGREGATE AMOUNT  
IN ROW (9) EXCLUDES CERTAIN SHARES \*\* [ ]  
-----  
(11) PERCENT OF CLASS REPRESENTED  
BY AMOUNT IN ROW (9)  
3.82% Common Stock + 5.36% Common Stock (through conversion  
of the Convertible Notes if converted) = 9.18%  
-----  
(12) TYPE OF REPORTING PERSON \*\*  
IN  
-----

\*\* SEE INSTRUCTIONS BEFORE FILLING OUT!

CUSIP No. 588056101 13G Page 9 of 15 Pages

Item 1(a). Name of Issuer:

The name of the issuer is Mercer International, Inc. (the "Issuer").

Item 1(b). Address of Issuer's Principal Executive Offices:

The Issuer's principal executive offices are located at Suite 2840, 650 West Georgia Street, Vancouver, British Columbia, Canada, V6B 4N8.

Item 2(a). Name of Person Filing:

This statement is filed by:

(i) Ivory Capital, L.P., a Delaware limited partnership ("Ivory Capital"), with respect to the shares of Common Stock and shares of Common Stock through conversion of the Convertible Notes if converted, directly owned by it;

(ii) Ivory Capital II, L.P., a Delaware limited partnership ("Ivory Capital II"), with respect to the shares of Common Stock and shares of Common Stock through conversion of the Convertible Notes if converted, directly owned by it;

(iii) Ivory Investment Management, L.P., a Delaware limited partnership (the "Investment Manager"), with respect to the shares of Common Stock directly owned by Ivory Capital, Ivory Capital II, FrontPoint Value Discovery Fund, L.P., a Delaware limited partnership ("FrontPoint Value Fund"), and Ivory



## Edgar Filing: MERCER INTERNATIONAL INC - Form SC 13G

Capital, Ltd., an exempted company organized under the laws of the Cayman Islands ("Ivory Capital Ltd."), and with respect to the shares of Common Stock through conversion of the Convertible Notes if converted, directly owned by Ivory Capital, Ivory Capital II, FrontPoint Value Fund, Ivory Capital Ltd., Ivory Capital Offshore, Ltd., an exempted company organized under the laws of the Cayman Islands ("Ivory Capital Offshore") and Ivory Capital II Offshore, Ltd., an exempted company organized under the laws of the Cayman Islands ("Ivory Capital Offshore II");

(iv) IIM GP, LLC, a Delaware limited liability company ("IIM GP") which serves as general partner to the Investment Manager, with respect to the shares of Common Stock directly owned by Ivory Capital, Ivory Capital II, FrontPoint Value Fund and Ivory Capital Ltd., and with respect to the shares of Common Stock through conversion of the Convertible Notes if converted, directly owned by Ivory Capital, Ivory Capital II, FrontPoint Value Fund, Ivory Capital Ltd., Ivory Capital Offshore and Ivory Capital Offshore II;

CUSIP No. 588056101

13G

Page 10 of 15 Pages

(v) Ivory Capital Advisors, LLC, a Delaware limited liability company ("Ivory Capital Advisors") which serves as general partner to each of Ivory Capital and Ivory Capital II, with respect to the shares of Common Stock and shares of Common Stock through conversion of the Convertible Notes if converted, directly owned by Ivory Capital and Ivory Capital II;

(vi) Ivory Capital Group, LLC, a Delaware limited liability company ("ICG") which is the managing member of Ivory Capital Advisors, with respect to the shares of Common Stock and shares of Common Stock through conversion of the Convertible Notes if converted, directly owned by Ivory Capital and Ivory Capital II;

(vii) Curtis G. Macnguyen, with respect to shares of Common Stock directly owned by Ivory Capital, Ivory Capital II, FrontPoint Value Fund and Ivory Capital Ltd., and with respect to shares of Common Stock through conversion of the Convertible Notes if converted, directly owned by Ivory Capital, Ivory Capital II, FrontPoint Value Fund, Ivory Capital Ltd., Ivory Capital Offshore and Ivory Capital Offshore II.

The foregoing persons are hereinafter sometimes collectively referred to as the "Reporting Persons." Any disclosures herein with respect to persons other than the Reporting Persons are made on information and belief after making inquiry to the appropriate party.

Item 2(b). Address of Principal Business Office or, if None, Residence:

The address of the principal business office of each of the Reporting Persons is 11755 Wilshire Boulevard, Suite 1350, Los Angeles, California 90025.

Item 2(c). Citizenship:

## Edgar Filing: MERCER INTERNATIONAL INC - Form SC 13G

Each of Ivory Capital, Ivory Capital II and the Investment Manager is a limited partnership organized under the laws of the State of Delaware. Each of the Ivory Capital Advisors, IIM GP and ICG is a limited liability company organized under the laws of the State of Delaware. Mr. Macnguyen is a United States citizen.

Item 2(d). Title of Class of Securities:  
Common Stock, par value \$0.01 per share (the "Common Stock").

Item 2(e). CUSIP Number: 588056101

Item 3. If this statement is filed pursuant to Rules 13d-1(b) or 13d-2(b) or (c), check whether the person filing is a:

- (a)  Broker or dealer registered under Section 15 of the Act,
- (b)  Bank as defined in Section 3(a)(6) of the Act,

CUSIP No. 588056101

13G

Page 11 of 15 Pages

- (c)  Insurance Company as defined in Section 3(a)(19) of the Act,
- (d)  Investment Company registered under Section 8 of the Investment Company Act of 1940,
- (e)  Investment Adviser in accordance with Rule 13d-1 (b) (1) (ii) (E),
- (f)  Employee Benefit Plan or Endowment Fund in accordance with Rule 13d-1 (b) (1) (ii) (F),
- (g)  Parent Holding Company or control person in accordance with Rule 13d-1 (b) (1) (ii) (G),
- (h)  Savings Association as defined in Section 3(b) of the Federal Deposit Insurance Act,
- (i)  Church Plan that is excluded from the definition of an investment company under Section 3(c)(14) of the Investment Company Act of 1940,
- (j)  Group, in accordance with Rule 13d-1(b)(1)(ii)(J).

Not applicable

Item 4. Ownership.

A. Ivory Capital, L.P.

- (a) Amount beneficially owned: 13,160 shares of Common Stock; 8.5% Convertible Notes convertible into 8,774 shares of Common Stock
- (b) Percent of class: 0.08% Common Stock + 0.05% Common Stock (through conversion of the Convertible Notes if converted) = 0.13%. The percentages used herein and in the rest of Item 4 are calculated based upon the 17,324,229 shares of Common

## Edgar Filing: MERCER INTERNATIONAL INC - Form SC 13G

Stock outstanding as of August 6, 2004, as reported by the Company in its Form 10-Q for the fiscal quarter ending June 30, 2004. The percentages reported herein reflect the beneficial ownership of the Reporting Persons as of the date of the event which necessitated this filing.

- (c) (i) Sole power to vote or direct the vote: 0
- (ii) Shared power to vote or direct the vote: 13,160 shares of Common Stock; 8.5% Convertible Notes convertible into 8,774 shares of Common Stock
- (iii) Sole power to dispose or direct the disposition: 0
- (iv) Shared power to dispose or direct the disposition: 13,160 shares of Common Stock; 8.5% Convertible Notes convertible into 8,774 shares of Common Stock

CUSIP No. 588056101

13G

Page 12 of 15 Pages

### B. Ivory Capital II, L.P.

- (a) Amount beneficially owned: 35,350 shares of Common Stock; 8.5% Convertible Notes convertible into 23,484 shares of Common Stock
- (b) Percent of class: 0.20% Common Stock + 0.14% Common Stock (through conversion of the Convertible Notes if converted) = 0.34%
- (c) (i) Sole power to vote or direct the vote: 0
- (ii) Shared power to vote or direct the vote: 35,350 shares of Common Stock; 8.5% Convertible Notes convertible into 23,484 shares of Common Stock
- (iii) Sole power to dispose or direct the disposition: 0
- (iv) Shared power to dispose or direct the disposition: 35,350 shares of Common Stock; 8.5% Convertible Notes convertible into 23,484 shares of Common Stock

### C. Ivory Investment Management, L.P.

- (a) Amount beneficially owned: 700,000 shares of Common Stock; 8.5% Convertible Notes convertible into 980,645 shares of Common Stock
- (b) Percent of class: 3.82% Common Stock + 5.36% Common Stock (through conversion of the Convertible Notes if converted) = 9.18%
- (c) (i) Sole power to vote or direct the vote: 0
- (ii) Shared power to vote or direct the vote: 700,000 shares of Common Stock; 8.5% Convertible Notes convertible into 980,645 shares of Common Stock
- (iii) Sole power to dispose or direct the disposition: 0
- (iv) Shared power to dispose or direct the disposition: 700,000 shares of Common Stock; 8.5% Convertible Notes convertible into 980,645 shares of Common Stock

### D. IIM GP, LLC

- (a) Amount beneficially owned: 700,000 shares of Common Stock; 8.5% Convertible Notes convertible into 980,645 shares of Common Stock
- (b) Percent of class: 3.82% Common Stock + 5.36% Common Stock (through conversion of the Convertible Notes if converted) = 9.18%
- (c) (i) Sole power to vote or direct the vote: 0
- (ii) Shared power to vote or direct the vote: 700,000 shares of Common Stock; 8.5% Convertible Notes convertible

## Edgar Filing: MERCER INTERNATIONAL INC - Form SC 13G

- into 980,645 shares of Common Stock
- (iii) Sole power to dispose or direct the disposition: 0
- (iv) Shared power to dispose or direct the disposition: 700,000 shares of Common Stock; 8.5% Convertible Notes convertible into 980,645 shares of Common Stock

CUSIP No. 588056101

13G

Page 13 of 15 Pages

### E. Ivory Capital Advisors, LLC

- (a) Amount beneficially owned: 48,510 shares of Common Stock; 8.5% Convertible Notes convertible into 32,258 shares of Common Stock
- (b) Percent of class: 0.28% Common Stock + 0.19% Common Stock (through conversion of the Convertible Notes if converted) = 0.47%
- (c) (i) Sole power to vote or direct the vote: 0
  - (ii) Shared power to vote or direct the vote: 48,510 shares of Common Stock; 8.5% Convertible Notes convertible into 32,258 shares of Common Stock
  - (iii) Sole power to dispose or direct the disposition: 0
  - (iv) Shared power to dispose or direct the disposition: 48,510 shares of Common Stock; 8.5% Convertible Notes convertible into 32,258 shares of Common Stock

### F. Ivory Capital Group, LLC

- (a) Amount beneficially owned: 48,510 shares of Common Stock; 8.5% Convertible Notes convertible into 32,258 shares of Common Stock
- (b) Percent of class: 0.28% Common Stock + 0.19% Common Stock (through conversion of the Convertible Notes if converted) = 0.47%
- (c) (i) Sole power to vote or direct the vote: 0
  - (ii) Shared power to vote or direct the vote: 48,510 shares of Common Stock; 8.5% Convertible Notes convertible into 32,258 shares of Common Stock
  - (iii) Sole power to dispose or direct the disposition: 0
  - (iv) Shared power to dispose or direct the disposition: 48,510 shares of Common Stock; 8.5% Convertible Notes convertible into 32,258 shares of Common Stock

### G. Curtis G. Macnguyen

- (a) Amount beneficially owned: 700,000 shares of Common Stock; 8.5% Convertible Notes convertible into 980,645 shares of Common Stock
- (b) Percent of class: 3.82% Common Stock + 5.36% Common Stock (through conversion of the Convertible Notes if converted) = 9.18%
- (c) (i) Sole power to vote or direct the vote: 0
  - (ii) Shared power to vote or direct the vote: 700,000 shares of Common Stock; 9.18% Convertible Notes convertible into 980,645 shares of Common Stock
  - (iii) Sole power to dispose or direct the disposition: 0
  - (iv) Shared power to dispose or direct the disposition: 700,000 shares of Common Stock; 8.5% Convertible Notes convertible into 980,645 shares of Common Stock

Item 5. Ownership of Five Percent or Less of a Class.

Edgar Filing: MERCER INTERNATIONAL INC - Form SC 13G

Not Applicable.

CUSIP No. 588056101

13G

Page 14 of 15 Pages

Item 6. Ownership of More than Five Percent on Behalf of Another Person.

Ivory Capital Advisors, the general partner of Ivory Capital and Ivory Capital II, has the power to direct the affairs of Ivory Capital and Ivory Capital II, including decisions with respect to the receipt of dividends from, and the disposition of the proceeds from the sale of, the Common Shares. ICG is the managing member of Ivory Capital Advisors. Mr. Macnguyen is a managing member of ICG and in that capacity direct its operations. The Investment Manager, as the investment manager to Ivory Capital, Ivory Capital II, FrontPoint Value Fund, Ivory Capital Ltd., Ivory Capital Offshore and Ivory Capital Offshore II, has the power to direct the investment activities of Ivory Capital, Ivory Capital II, FrontPoint Value Fund, Ivory Capital Ltd., Ivory Capital Offshore and Ivory Capital Offshore II, including decisions with respect to the receipt of dividends from, and the disposition of the proceeds from the sale of, the Common Shares. IIM GP is the general partner of the Investment Manager. Mr. Macnguyen is a managing member of IIM GP and in that capacity directs its operations.

Item 7. Identification and Classification of the Subsidiary Which Acquired the Security Being Reported on by the Parent Holding Company.

Not Applicable.

Item 8. Identification and Classification of Members of the Group.

Not Applicable.

Item 9. Notice of Dissolution of Group.

Not Applicable.

Item 10. Certification.

Each of the Reporting Persons hereby makes the following certification:

By signing below I certify that, to the best of my knowledge and belief, the securities referred to above were not acquired and are not held for the purpose of or with the effect of changing or influencing the control of the issuer of the securities and were not acquired and are not held in connection with or as a participant in any transaction having that purpose or effect.

CUSIP No. 588056101

13G

Page 15 of 15 Pages

SIGNATURES

After reasonable inquiry and to the best of our knowledge and belief, the undersigned certify that the information set forth in this statement is true, complete and correct.

Edgar Filing: MERCER INTERNATIONAL INC - Form SC 13G

DATED: February 14, 2006

/s/ Curtis G. Macnguyen

-----  
Curtis G. Macnguyen, individually, and as  
managing member of Ivory Capital Group, LLC,  
for itself and as managing member of Ivory  
Capital Advisors, LLC, for itself and as  
general partner of Ivory Capital, L.P. and  
Ivory Capital II, L.P., and as managing member  
of IIM GP, LLC, for itself and as general  
partner of Ivory Investment Management, L.P.