PACIFIC ANDES RESOURCES DEVELOPMENT LIMITED

(Incorporated in Bermuda with limited liability)

(the "**Company**")

UPDATE ON RESTRUCTURING PROCESS, AND OPERATIONAL AND FINANCIAL INFORMATION

The Company refers to previous announcements made on 1 July 2016, and 10 and 17 August 2016, with respect to the new initiatives in the Company's restructuring process. The board of directors wishes to provide a further update on the restructuring process, in addition to providing operational and financial information in relation to certain major subsidiaries.

Update on Restructuring Process

In relation to the Company, Pacific Andes Enterprises (BVI) Limited, Parkmond Group Limited and Pacific Andes Food (Hong Kong) Company Limited) ("**PARD Companies**") which are all included in the proceedings under section 210(10) of the Singapore Companies Act before the Singapore High Court, the moratoria on all actions or legal proceedings against those companies has been extended until 13 September 2016 or until further order of the Court.

The PARD Companies are applying to the Court for a four month extension of the moratoria, which is supported by the Informal Steering Committee of bondholders. The PARD Companies will continue to use every effort to have the moratoria extended in order to protect the interests of creditors, particularly subordinated creditors at a Company level who would receive little or nothing from a quick sale of China Fishery Group Limited's ("**CFGL**"'s) Peruvian fishmeal operations as demanded by certain bank lenders. The moratoria period will allow time for a consensual restructuring plan to be developed and agreed with creditors with the aim of maximising the financial return for all creditors.

On 17 August, Maybank filed applications seeking an order to set aside or vary the moratoria. On 18 August, Rabobank, on behalf of itself and on Standard Chartered Bank, filed an affidavit opposing the extension of the moratoria.

As required by the Court, the PARD Companies filed an Indicative Outline Restructuring Plan ("**Restructuring Plan**") in August 2016. The Restructuring Plan is subject to further negotiations amongst the various stakeholders and it represents a basis from which restructuring negotiations will take place amongst the various stakeholders. Accordingly, the Restructuring Plan may be amended. Pending finalization, the Restructuring Plan does not represent a binding offer, commitment or proposal in any form on any member of the PARD Group, any of their affiliates or any member of the Pacific Andes group of companies.

A full day hearing has been set down for 13 September for the Court to consider the Company's application to extend the moratoria for four months, Bank of America's application for leave to commence winding up proceedings, Maybank's applications to set aside the moratoria and the opposition by Rabobank and Standard Chartered Bank to the PARD Group's applications for an extension of the moratoria.

In addition, the Company also wishes to inform stakeholders that an announcement dated 8 September 2016 was made by its subsidiary, CFGL, in relation to the update on Chapter 11 and 15 proceedings before the US Bankruptcy Court. For more information, please refer to the attached announcement released by CFGL to the Singapore Exchange Securities Trading Limited.

Update on Forensic Review and Announcement of Financial Results

As previously announced, the Company's independent review committee on 5 July 2016, through its legal advisor, engaged RSM (as a joint engagement with the independent review committee of Pacific Andes International Holdings Limited) to undertake the forensic review. The forensic review is being independently conducted and, as at the date of this announcement, is on-going. RSM has recently indicated, through its legal advisor, that it is aiming to complete the forensic review within September 2016, and issue a draft report to the independent review committee in late September 2016.

Finalisation of 2015 Annual Results and Q1, 2 and 3 results for 2016 is dependent on, inter alia, completion of the forensic review. Upon completion of the forensic review, the Company will take all necessary steps to have the financial results audited and announced, and despatch its 2015 Annual Report as soon as practicable. The company will keep the market updated on the timing of these actions.

Operational and Financial Update for Certain Major Subsidiaries

The Company wishes to provide an update on the operational and financial results of certain major subsidiaries. Such financial information is based on the management accounts currently available to the Board, including management accounts made available to the Board by the directors of the relevant subsidiaries, which information has not been audited or reviewed by the auditors of the Company and may therefore be subject to change, and in no way represent the consolidated financial performance of the Company.

In the nine months ended 28 June 2016, the Company's frozen fish supply chain division's trading operation was minimal due to limited working capital. The Company is exploring ways to obtain sufficient working capital so that these operations can be improved. The Company's ocean logistics and agency services continued to operate over the period.

During the nine months ended 28 June 2016, the Company's principal subsidiaries engaged in its shipping and agency services, Paco Alpha Limited and Champion Shipping Limited, recorded a combined turnover of HK$161 million (approximately US$21 million) and a combined loss before tax of HK$2.9 million (approximately US$0.4 million).

Based on information provided by the board of directors of CFGL, and made available to the Board, the Company's operations in Peru and Namibia have been continuing. In Peru, the total allowable catch for 2015 B fishing season in the major North/Centre fishery was 1.11 million tonnes, lower than average for that fishery. The Group fully utilized its quota entitlement in that season. The 2016 A fishing season in the North/Centre fishery was impacted by warm water conditions caused by El Nino. As a result, the season, which would have normally commenced in April, did not commence until 18 June, and the Peruvian Government granted a much-reduced total allowable catch of 1.80 million tonnes. The Government concluded the season on 27 July 2016 and, as a consequence of the shortened season, the industry was only able to utilize 51% of the total allowable catch. In the smaller South fishery, the Government allocated a total allowable catch of 382,000 tonnes for both the A and B season. The Group utilized 72% of its quota in the A season and fishing continues in the B season in the South.

Fishing operations and sales of Horse Mackerel continued in Namibia with similar catch and sales volume as per previous seasons.

The Group was not able to obtain sufficient funding for working capital in Peru over this period and needed to seek working capital at a higher than normal cost due to the continuing adverse sentiment on the part of lenders caused by the imposition of the joint provisional liquidators who were dismissed in January 2016. For this reason, fishmeal produced had to be sold to provide funding for fishing and fishmeal and fish oil production which has impacted margins. Accordingly, based on the unaudited management accounts, during the nine months ended 28 June 2016, Corporacion Pesquera Inca SAC and CFG Investment SAC, the principal subsidiaries engaged in Peruvian fishmeal and fish oil business recorded a combined turnover of USD285 million, which represents an increase of 150% over USD114 million for the same period ended 28 June 2015. The increase in revenue was mainly attributable to no catch being allowed in 2014 B fishing season in the Peruvian North/Centre fishery which caused a reduction in revenue in the previous year. Combined profit before tax for the nine months ended 28 June 2016 was USD5.8 million, which reversed a loss of USD7.6 million for the same period ended 28 June 2015.

The Company will continue to work with all stakeholders towards its objective of achieving the best possible outcome for all creditors and stakeholders. The Company will also continue to provide regular updates of any material developments.

By Order of the Board

Ng Puay Yee (Jessie)
Executive Chairman
9 September 2016

CHINA FISHERY GROUP LIMITED
(Incorporated in the Cayman Islands)

Update on Chapter 11 and 15 Proceedings, and Operational and Financial Information

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The board of directors (the "**Board**") of China Fishery Group Limited (the "**Company**") wishes to provide an update on Chapter 11 and 15 proceedings announced by the Company on 1 July 2016, and currently before the United States Bankruptcy Court in the Southern District of New York, in addition to providing operational and financial information in relation to certain major subsidiaries.

Update on Chapter 11 and 15 Proceedings

As announced previously, in relation to those entities included in US Chapter 11 and 15 proceedings, a motion for the appointment of a Chapter 11 trustee was filed in the New York Bankruptcy Court on 9 August 2016. At the time of filing, the motion was expressed to be made by four of the club lenders, Coöperatieve Rabobank U.A., Standard Chartered Bank (Hong Kong) Limited (Standard Chartered), China CITIC Bank International Limited (CITIC), and DBS Bank (Hong Kong), Limited. However, CITIC wrote to the New York Judge confirming that they did not support the trustee motion, but were in favour of the appointment of a chief restructuring officer and DLA Piper LLP (US) filed to motion to cease its representation of CITIC. Agricultural Bank of China, Industrial and Commercial Bank of China, Huaxia Bank and Bank of Communications have also written to the Court to state that they do not support the trustee motion.

On 12 August 2016, joinder motions were filed in support of the trustee motion, by Bank of America, N.A,. Malayan Banking Berhad (Maybank), an Ad Hoc Committee of CFG Bondholders (representing approximately 29% of the CFG bonds) and the Pickenpack Insolvency Administrator. Between 18 and 23 August 2016, there was a discovery process that was undertaken in the context of the trustee motion, and witnesses of the movants (including representatives from Standard Chartered and Bank of America) and witnesses of the Company gave depositions in New York.

The evidentiary hearing of the trustee motion was held in the New York Bankruptcy Court on 29 and 30 August 2016. The Company strongly made its case before the Court that the appointment of a trustee would result in the immediate and severe destruction of value for all of the stakeholders across the Group. The Company has previously experienced the value destruction which took place as a result of the previous imposition of the joint provisional liquidators in November 2015 (which have been discharged). The Company believes that there will be a similar adverse reaction in Peru and globally to any appointment of a trustee which will result in severe destruction of value for all stakeholders across the Group. In addition, the bank lenders who are advocating the appointment of a trustee have made it clear that they are in favour of a quick sale of the Peruvian fishmeal business which would not be in the best interests of all creditors and other stakeholders.

The Court will deliver its decision on the motion at a date to be determined.

There has been no progress in relation to the restructuring proceedings in Peru up to this point. The Peruvian tribunal, INDECOPI, is yet to formally announce the commencement of the proceedings.

Operational and Financial Update for Certain Major Subsidiaries

The Company wishes to provide an update on the operational and financial results of certain major subsidiaries. Such financial information is based on the management accounts currently available to the Board, which information has not been audited or reviewed by the auditors of the Company and may therefore be subject to change, and in no way represents the consolidated financial performance of the Company.

The Company's operations in Peru and Namibia have been continuing. In Peru, the total allowable catch for 2015 B fishing season in the major North/Centre fishery was 1.11 million tonnes, lower than average for that fishery. The Group fully utilized its quota entitlement in that season. The 2016 A fishing season in the North/Centre fishery was impacted by warm water conditions caused by El Nino. As a result, the season, which would have normally commenced in April, did not commence until 18 June, and the Peruvian Government granted a much-reduced total allowable catch of 1.80 million tonnes. The Government concluded the season on 27 July 2016 and, as a consequence of the shortened season, the industry was only able to utilize 51% of the total allowable catch. In the smaller South fishery, the Government allocated a total allowable catch of 382,000 tonnes for both the A and B season. The Group utilized 72% of its quota in the A season and fishing continues in the B season in the South.

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The Company will continue to update the market as material developments arise.

By Order of the Board

Ng Puay Yee (Jessie)
Executive Director and Chief Executive Officer

9 September 2016