

CHINA FISHERY GROUP LIMITED

(Incorporated in the Cayman Islands)

("Company")

UPDATING SHAREHOLDERS OF THE COMPANY AS TO AN ANNOUNCEMENT MADE BY PACIFIC ANDES INTERNATIONAL HOLDINGS LIMITED

The Company refers to the announcements made on 27 November 2015, 30 November 2015, 4 December 2015, 9 December 2015, 28 December 2015, 6 January 2016, 11 January 2016, 25 January 2016, 29 January 2016 and 1 February 2016 ("**Previous Announcements**").

As an update, the Company wishes to inform shareholders that an announcement was made by its indirect parent company, Pacific Andes International Holdings Limited on 4 February 2016, to summarise the Previous Announcements made by the Company.

The Company also wishes to inform shareholders of the following information which should be read in conjunction with, and in the context of, the Previous Announcements:

- (a) the business of the Company and its subsidiaries (the "**CFGL Business**") has been impacted by the appointment of the provisional liquidators, but has continued to operate, and the CFGL Business has utilised 100% of its fishing quota for the 2015 B fishing season in Peru;
- (b) in November 2015, CFGL had received a demand letter from Bank of America N.A. ("**BoA**") in respect of a demand for payment under a facility, where the alleged aggregate principal amount of the loans outstanding is US\$27,885,961 ("**BoA Demands**"). Under the Deed of Undertaking ("**Deed**") entered into between the Company and China Fisheries International Limited ("**CF Group Parties**") with The Hongkong and Shanghai Banking Corporation Limited on 20 January 2016, the CF Group Parties undertook and covenanted to procure, *inter alia*, the full repayment of all amounts owed to the banks, including the repayment of the amounts under the BoA Demands and the fees and expenses incurred by BoA in connection with the matters contemplated by the Deed but subject to agreement between the CF Group Parties and BoA in relation thereto;
- (c) the management of the Company has been in discussions with potential acquirers with respect to the sale of the Peruvian business and/or assets of the Company and its subsidiaries; and
- (d) the Company is in the process of preparing the 2015 full year financial results.

The Company will continue to update shareholders of any material developments.

By Order of the Board

Lynn Wan Tiew Leng
Company Secretary
Singapore, 5 February 2016