PACIFIC ANDES RESOURCES DEVELOPMENT LIMITED
(Incorporated in Bermuda with limited liability)

RESPONSE TO SGX QUERY ON ANNUAL REPORT FOR THE FINANCIAL YEAR ENDED 28 SEPTEMBER 2014

In response to the Singapore Exchange Limited ("SGX") query on 30 January 2015 via email with regards to the annual report for the financial year ended 28 September 2014, Pacific Andes Resources Development Limited (the "Company") wishes to provide the response as follows:

SGX's query:

As required by Rule 1207(12) of the Listing Manual, please make disclosures as recommended in paragraph 9.2 of the Code of Corporate Governance 2012 (the "Code") or otherwise explain the reason(s) for the deviation from the following Code recommendations. The Company disclosed on page 25 of the Annual Report that "We believe that the disclosure in bands of S$250,000 provides sufficient overview of the remuneration of the Directors." Please explain why the Company believes the disclosure in bands of S$250,000 is sufficient.

Company's response:

The Board of Directors believes that the disclosure in bands of S$250,000 provides sufficient overview of the remuneration of the Directors given the confidentiality and commercial sensitivity attached to remuneration matters.

By Order of the Board

Lynn Wan Tiew Leng
Company Secretary
9 February 2015