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

Update on Development of Chapter 11 Plan of Reorganization

The board of directors (the "**Board**") of Pacific Andes Resources Development Limited (the "**Company**") wishes to provide an update on the development of the plan of reorganization for the Chapter 11 proceedings currently before the United States Bankruptcy Court in the Southern District of New York.

A preliminary draft of the structure of the plan of reorganization (the "**Draft Plan**") has been prepared by Goldin Associates LLC ("**Goldin**"), the independent Financial Advisor to the Company, Pacific Andes International Holdings Limited and China Fishery Group Limited, in collaboration and consultation with the Company. A representative of Goldin will be traveling to Asia in the week commencing on 14 November 2016 to commence consultation with certain of the Company's creditor constituencies to obtain preliminary feedback on this initial structure of the Draft Plan.

The overriding goal in discussing the Draft Plan is to make a concrete start in the process of detailed restructuring negotiations with representatives of our creditor constituencies. In that process, we expect to receive feedback and input on behalf of those constituencies that will likely lead to further development and refinement of the Draft Plan. Once this is achieved, we plan to roll out the refined plan of reorganisation to all our creditors for input and comment, and ultimately to put a final definitive plan to all creditors for voting purposes. **Stakeholders should note that there is no certainty at this stage that the preliminary proposals contained in the Draft Plan will be implemented.**

The Company will announce further updates on the development of the Draft Plan as significant developments arise.

By Order of the Board

Ng Puay Yee (Jessie)
Executive Chairman

10 November 2016