PACIFIC ANDES RESOURCES DEVELOPMENT LIMITED

(Incorporated in Bermuda with limited liability)

(the "**Company**")

UPDATING SHAREHOLDERS OF THE COMPANY AS TO CERTAIN INFORMATION DISCLOSED IN AN ANNOUNCEMENT BY CFG INVESTMENT S.A.C.

The Company wishes to inform shareholders of the Company that an announcement dated 4 July 2016 was made by its subsidiary, CFG Investment S.A.C. ("**CFGI**"), in relation to the update to bondholders.

For more information, please refer to the announcement released by CFGI to the Singapore Exchange Securities Trading Limited on 4 July 2016.

On behalf of the Board

Ng Puay Yee (Jessie)
Executive Chairman
4 July 2016