

PRESS RELEASE

This press release is issued pursuant to Multilateral Instrument 62-104 – *Take-Over Bids and Issuer Bids* and National Instrument 62-103 – *The Early Warning System and Related Take-Over Bid and Insider Reporting Issues*.

Vancouver, British Columbia – April 18, 2012 – Robert Disbrow of 700, 200 Burrard Street, Vancouver, British Columbia, has acquired ownership of 2,813,256 common shares in the capital of Caracara Silver Inc. (“Caracara”) and has acquired exercise of control or direction over an aggregate 983,461 common shares of Caracara, for a total of 3,796,717 shares (the “Distribution Shares”) representing approximately 7.46% of Caracara’s issued and outstanding common shares.

After these acquisitions, Mr. Disbrow owned 5,099,256 common shares and exercised control or direction over an aggregate 1,233,461 common shares in the capital of Caracara for a total of 6,332,717 common shares or approximately 12.44% of Caracara’s issued and outstanding common shares. In addition, Mr. Disbrow owns warrants entitling the purchase of 150,000 common shares of Caracara and exercises control or direction over warrants entitling the purchase of an aggregate 152,133 common shares of Caracara. Assuming exercise of the warrants, these securities represent in the aggregate 6,634,850 common shares in the capital of Caracara or approximately 12.95% on a post-conversion (partially diluted) beneficial ownership basis.

The Distribution Shares were issued as a distribution by Southern Andes Energy Inc. (“Southern Andes”) to its shareholders (each, a “Southern Andes Shareholder”) of all or substantially all of the common shares in the capital of Caracara held by Southern Andes. The distribution was on the basis of approximately 0.449 of a common share of Caracara for each common share of Southern Andes held by each Southern Andes Shareholder on April 10, 2012. Mr. Disbrow was a Southern Andes Shareholder, as were others who received certain of the Distribution Shares in discretionary accounts over which Mr. Disbrow exercises control or direction. No action was required on the part of Mr. Disbrow in connection with the distribution of the Distribution Shares. Mr. Disbrow intends to evaluate these holdings and to increase or decrease the investments as circumstances warrant.

A report in this regard will be filed electronically with the Alberta and British Columbia Securities Commissions and will be available for viewing through the Canadian System for Electronic Document Analysis and Retrieval (SEDAR) at www.sedar.com under Caracara’s issuer profile.

(signed) “Robert Disbrow”
Robert Disbrow