

MONTEREY MINERALS INC.

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NEWS RELEASE

MONTEREY MINERALS ANNOUNCES Plan of Arrangement with EVI Tech Group (o/b 2265040 Ontario Inc.), Landsdown Holdings Ltd., GCK Forestry Ltd. and Railhead Resources Ltd.

Vancouver, B.C., October 31, 2016 – Monterey Minerals Inc. (the “Company” or “Monterey”) announced that it had finalized and signed letters of intent as of October 19th, 2016 (collectively, the Letters of Intent”), to enter into a plan of arrangement with EVI Tech Group (o/b 2265040 Ontario Inc.), Landsdown Holdings Ltd., GCK Forestry Ltd., and Railhead Resources Ltd.

Pursuant to the Letters of Intent, Monterey has formed four (4) wholly owned subsidiaries (“Subcos”) to effect a transaction in which Subco will purchase all of the issued and outstanding capital stock of each of Landsdown Holdings Ltd., GCK Forestry Ltd., 2265040 Ontario Inc. (o/a EVI Tech Group) and Railhead Resources Ltd. from their respective shareholders.

Additionally, Monterey, 1093681 B.C. Ltd. (“1093681”), 1093682 B.C. Ltd. (“1093682”), 1093683 B.C. Ltd. (“1093683”) and 1093684 B.C. Ltd. (“1093684”) have entered into an arrangement agreement (the “Arrangement Agreement”) pursuant to which, amongst other things, will result in transfer the Letters of Intent and \$1,000 (the “Assets”) to each of 1093681, 1093682, 1093683, and 1093684 in consideration for 1,010,549 shares from each of 1093681, 1093682, 1093683, and 1093684.

By restructuring Monterey and creating four (4) additional companies, 1093681, 1093682, 1093683 and 1093684, which will become reporting issuers in the Provinces of British Columbia and Alberta upon completion of the Arrangement, these four (4) companies will be able to further carry out the terms of the Letter of Intents and access additional financing sources available and possibly list on a publicly traded financial market, such as the Canadian Securities Exchange (“CSE”).

Completion of the Arrangement shall be subject to the final approval of the Supreme Court of British Columbia. Monterey’s CUSIP number is “612509109” and its ISIN number is “CA6125091091”.

On behalf of the Board of Directors

MONTEREY MINERALS INC.

This News Release may contain forward-looking statements including, but not limited to, comments regarding the timing and content of upcoming work programs, geological interpretations, potential mineral recovery processes, etc. Forward-looking statements address future events and conditions and therefore involve inherent risks and uncertainties. Actual results may differ materially from those currently anticipated in such statement.