

7 July 2014

**MYANMAR DRILLING UPDATE:
CHAUK DEVELOPMENT WELL L 140
COMPLETED AS AN OIL PRODUCER**



Interra Resources Limited (the “**Company**” or “**Interra**”) wishes to inform shareholders that its jointly controlled entity, Goldpetrol Joint Operating Company Inc. (“**Goldpetrol**”), has completed development well L 140 in the Chauk oil field in Myanmar as an oil producer.

Interra has a 60% interest in the Improved Petroleum Recovery Contract of the Chauk field and also owns 60% of Goldpetrol which is the operator of the field. L 140 was drilled using hired ZJ 750 rig to a total measured depth of 3,650 feet and Interra’s share of the cost of drilling was funded from existing funds on hand.

L 140 is the sixth and most technically challenging directional development well drilled under the Ayeyarwaddy River and the first to be drilled from the west bank. The primary objective is to accelerate production from the oil reservoirs that produce in this portion of the northern Chauk oil field, and after four days of production testing L 140 has been completed through casing perforations over 24 feet covering five reservoirs at an average of 74 barrels of oil per day.

L 140 is the fourteenth well drilled in the Chauk oil field and twenty-first in Myanmar in 2014.

By Order of the Board of Directors of
INTERRA RESOURCES LIMITED

Marcel Tjia
Chief Executive Officer

About Interra

Interra Resources Limited, a Singapore-incorporated company listed on SGX Mainboard, is engaged in the business of oil and gas exploration and production (E&P). Our E&P activities include oil and gas production, field development and exploration. We are positioning ourselves to become a leading regional independent producer of oil and gas.