

25 July 2014

**MYANMAR DRILLING UPDATE:
CHAUK DEVELOPMENT WELL L 141
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 141 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 141 was drilled using hired ZJ 750 rig to a total measured depth of 2,600 feet and Interra’s share of the cost of drilling was funded from existing funds on hand.

L 141 is the second directional well to be drilled from the west bank of the Ayeyarwaddy River but is the first well drilled under the river to have shallower reservoirs as the primary target. It was drilled in an up-dip position to several older producing wells and after production testing has been completed through casing perforations over 14 feet covering a single reservoir at 12 barrels of oil per day.

L 141 is the fifteenth well drilled in the Chauk oil field and twenty-second 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.