

8 September 2014

**MYANMAR DRILLING UPDATE:
CHAUK DEVELOPMENT WELL CHK 1190
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 CHK 1190 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. CHK 1190 was drilled using Goldpetrol’s ZJ 450 rig, thus drilling costs were relatively low. Interra’s share of the cost of drilling was funded from existing funds on hand.

CHK 1190 was drilled to a total depth of 3,075 feet in the Chauk South fault block as an offset to producing wells CHK 1157 and CHK 1188 the latter of which was completed in July 2014 with very good oil production. The primary objective is to produce oil from reservoirs in this fault block which have not been drained by existing wells.

Following production testing, CHK 1190 has been completed through casing perforations over sixteen reservoirs totaling 111 feet for 135 barrels of oil per day. With the completion of CHK 1190 the Chauk field well head production has surpassed 2,000 barrels of oil per day.

CHK 1190 is the nineteenth well drilled in Chauk oil field and the twenty-sixth 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.