

7 November 2016

UPDATE ON THE DISCLOSURE OF RECEIPT OF A PKPU BY AN ASSOCIATED COMPANY, PT BENAKAT BARAT PETROLEUM

*All capitalised terms used in this announcement shall, unless otherwise defined herein, have the same meanings as in the announcement dated 25 October 2016 (the “**Previous Announcement**”).*

The board of directors (the “**Board**”) of Interra Resources Limited (the “**Company**”) refers to the Previous Announcement.

The Company had announced in the Previous Announcement that its associated company, PT Benakat Barat Petroleum (“**PT BBP**”) was served a *penundaan kewajiban pembayaran utang* (“**PKPU**”) by its supplier, PT Gada Rajawali Dunia (“**PT GRD**”), in Jakarta, Indonesia. The Company indirectly holds 20% of the issued and paid up share capital of PT BBP.

The Company has been informed by PT BBP that it has reached a settlement with PT GRD and the court has revoked the PKPU application.

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 petroleum exploration and production (E&P). Our E&P activities include petroleum production, field development and exploration. We are positioning ourselves to become a leading regional independent producer of petroleum.