

28 February 2017

**QUARTERLY UPDATE PURSUANT TO RULE 1313(2)
OF THE SGX-ST LISTING MANUAL**

Interra Resources Limited (the “**Company**”, and together with its subsidiaries, the “**Group**”) has been placed on the watch-list under the Minimum Trading Price (“**MTP**”) entry criterion with effect from 3 March 2016.

Pursuant to Rule 1313(2) of the Singapore Exchange Securities Trading Limited (“**SGX-ST**”) Listing Manual, the Board of Directors (the “**Board**”) of the Company wishes to provide an update in respect of the quarter ended 31 December 2016.

The Board has been reviewing the available options to meet the MTP exit criterion. After considering factors such as the current volatile market conditions and global economic outlook, the Board maintains its opinion that it is not an opportune time to make a decision as to which option will best serve the interests of the Company’s shareholders.

For information regarding the financial position and operational updates of the Group, please refer to the Company’s announcement of unaudited results for financial year ended 31 December 2016 released separately today.

The Company will continue to make efforts and consider various options to meet the requirements of Rule 1314(2) of the SGX-ST Listing Manual for its removal from the watch-list within 36 months from 3 March 2016, and will update shareholders on any material developments and make such necessary announcements as and when appropriate.

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.