

28 March 2017

**STATUS OF THE CHAUK AND YENANGYAUNG  
IMPROVED PETROLEUM RECOVERY CONTRACTS**

Interra Resources Limited (the “**Company**” or “**Interra**”) wishes to inform its shareholders that its joint venture entity, Goldpetrol Joint Operating Company Inc. (“**Goldpetrol**”) is currently seeking an extension of the terms of the Improved Petroleum Recovery Contracts (“**IPRCs**”) for the Chauk field and the Yenangyaung field, both of which are situated in Myanmar. Interra has a 60% interest in each of the IPRCs for the Chauk field and Yenangyaung field, and also owns 60% of Goldpetrol, which is the operator of both Chauk field and Yenangyaung field. The IPRCs for the Chauk field and Yenangyaung field are due to expire on 3 April 2017.

Goldpetrol has been negotiating with the Myanmar Oil and Gas Enterprise (“**MOGE**”) to seek an extension of the terms of the IPRCs for the Chauk field and Yenangyaung field. By a letter dated 28 March 2017, MOGE stated, *inter alia*, that MOGE and Goldpetrol have negotiated the terms and conditions to extend the IPRCs. The drafts of the supplemental agreements for the extension (“**Draft Supplemental Agreements**”) have been prepared by MOGE for submission to its higher management for approval, before they are signed by MOGE and Goldpetrol. As the Draft Supplemental Agreements may be approved later than 3 April 2017, MOGE is allowing Goldpetrol to continue its incremental petroleum operations in the Chauk and Yenangyaung fields in accordance with the planned work program and the budgets, while waiting for the approval from higher management.

Shareholders and potential investors are advised to exercise caution when trading in the shares of the Company. The future of Goldpetrol’s operations in the Chauk and Yenangyaung fields will depend on the decision(s) of higher management. There is no certainty or assurance as at the date of this announcement that any further interim or permanent arrangement will be concluded, or that no changes will be made to the terms thereof. The Company will make the necessary announcements when there are further developments on this matter. Shareholders are advised to read this announcement and any further announcements by the Company carefully. Persons who are in doubt as to the action they should take should consult their legal, financial, tax or other professional advisers.

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.