

13 April 2017

**UPDATE ON THE PROPOSED DISPOSAL OF A GRANITE QUARRY OWNED BY
A SUBSIDIARY, PT MITRA INVESTINDO TBK**

*All capitalised terms used in this announcement shall, unless otherwise defined herein, have the same meanings as in the announcements dated 17 November 2015, 17 October 2016 and 20 December 2016 (the “**Previous Announcements**”).*

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

The Company wishes to announce that for the purpose of completing the Proposed Disposal, MITI and PT SMA have acquired a special purpose vehicle in the Republic of Indonesia called PT Bintang Mahkota Sukses (“**PT BMS**”), which will hold and operate the Granite Quarry. On completion of the Proposed Disposal, MITI will transfer all of its interest in PT BMS to PT SMA.

The Company will continue with the completion of the Proposed Disposal and will make the necessary follow-up announcement upon the completion of the Proposed Disposal.

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.