

2 October 2017

**SUMMARY OF OIL RESERVES AND RESOURCES
UPDATE AS AT 1 AUGUST 2017**

The Board of Directors of Interra Resources Limited (the “**Company**”) wishes to inform shareholders that following the signing of the supplemental agreements for the extension of the Improved Petroleum Recovery Contracts in Myanmar as announced on 15 September 2017, the Company has commissioned a reputable independent resources evaluation company, ERC Equipoise Pte Ltd (“**ERCE**”), to prepare an update of the Qualified Person’s Reports (“**QPRs**”). This update from the previous QPRs for the financial year ended 31 December 2016 captures the substantial reserves gains realized with respect to the 11-year extension of the Myanmar petroleum concessions.

The QPRs have been prepared in accordance with the requirements set out in paragraph 5 of Practice Note 6.3 to the Listing Manual of the Singapore Exchange Securities Trading Limited, and conform to the standards promulgated by the Petroleum Resources Management System (“**SPE-PRMS**”). Results of the QPRs are summarised in the table below. The full QPRs are available for inspection by shareholders of the Company during normal business at the Company’s registered office for a period of three (3) months commencing from the date of this announcement.

Summary of Oil Reserves and Resources Update as at 1 August 2017

| Category | Gross (mmstb) | Net (mmstb) | Change (%) | Gross (mmstb) | Net (mmstb) | Change (%) | Gross (mmstb) | Net (mmstb) | Change (%) |
|---------------------------------|------------------|----------------|---------------|------------------|----------------|---------------|------------------|----------------|---------------|
| Oil Reserves | | 1P | | 2P | | 3P | | | |
| Myanmar | 7.85 | 4.71 | 3,264 | 10.04 | 6.02 | 4,200 | 12.32 | 7.39 | 4,827 |
| Oil Contingent Resources | | 1C | | 2C | | 3C | | | |
| Myanmar | 2.61 | 1.56 | (68) | 4.49 | 2.69 | (57) | 6.40 | 3.84 | (51) |

Notes:

- "1P" : Proved
- "2P" : Proved plus probable
- "3P" : Proved plus probable plus possible
- "Change" : Change from the preceding financial year end, which also takes into account, *inter alia*, actual production, expiration or renewal of contracts and changes in effective interests of the Group
- "Gross" : Gross reserves or contingent resources attributable to the contract before the application of contractual terms with the host government
- "mmstb" : Million stock tank barrels
- "Net" : Net reserves or contingent resources attributable to the Group before the application of contractual terms with the host government

(1) Gross reserves refer to 100% of the estimated commercially recoverable hydrocarbons (i.e. after economic cut-offs have been applied) before taking into account the contractual terms with the host government.



- (2) Net reserves attributable to the Group refer to the proportion of gross reserves attributable to the Group's effective interest in the contract. Net reserves do not take into account the contractual terms with the host government and do not represent the Group's actual net entitlement or net economic interest under the contract, which would be lower.
- (3) Gross contingent resources refer to 100% of the estimated hydrocarbons recoverable from the field on an unrisksed basis (i.e. before the application of chance of development factor).
- (4) Net contingent resources attributable to the Group refer to the proportion of gross contingent resources attributable to the Group's effective interest in the contract. Net contingent resources do not take into account the contractual terms with the host government and do not represent the Group's actual net entitlement under the contract, which would be lower.
- (5) The above gross reserves and contingent resources are extracted from the respective QPRs with an effective date of 1 August 2017 prepared in accordance with the requirements set out in paragraph 5 of Practice Note 6.3 to the Listing Manual and the standards promulgated by SPE-PRMS by:

Name of Qualified Person : Stewart Easton of ERCE
Professional Society Affiliation/Membership : Society of Petroleum Engineers/4548670
Date : 2 October 2017

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.