

2 February 2018

**MYANMAR DRILLING AND COMPLETION UPDATES:  
CHAUK DEVELOPMENT WELLS L 143 AND L 146, AND  
YENANGYAUNG DEVELOPMENT WELL YNG 3271**

Interra Resources Limited (the “**Company**” or “**Interra**”) wishes to inform shareholders of the current status of the above captioned wells which are in different stages of completion by its joint venture entity, Goldpetrol Joint Operating Company Inc. (“**Goldpetrol**”).

Interra has a 60% interest in the Improved Petroleum Recovery Contract of the Chauk field and also owns 60% of Goldpetrol which is the operator of the field. L 143 and L146 were drilled using a hired ZJ 750 rig and YNG 3271 using Goldpetrol's ZJ 450 rig. These wells commenced drilling in last quarter of 2017 and Interra's share of the cost of drilling was funded from existing funds on hand.

L 143 was drilled to a total measured depth of 3,175 feet as a directional well under the Ayeyarwaddy River from the Lanywa area. The primary objective was to appraise reservoirs in the far north of the Chauk field and accelerate oil production from the oil reservoirs that produce in this portion of the Chauk field. L 143 is currently undergoing testing through casing perforations over 72 feet covering three reservoirs at an average of 5 barrels of oil per day.

L 146 was drilled as an infill well between two current oil producing wells, one of which was re-perforated in August 2017 with a production gain of 42 barrels of oil per day. Casing perforations were performed over 24 feet covering two prospective reservoirs. In light of questionable production results, the well has been temporarily shut-in while a thorough technical evaluation of the results can be accomplished.

YNG 3271 was drilled as an offset to several shut-in pre-war wells that were still producing oil at the onset of the war. The primary objective is to produce the remaining oil from the several reservoirs that have produced in this portion of Yenangyaung field. Casing perforations were performed over 36 feet covering two reservoirs and pumping tests are currently ongoing.

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.