

2 July 2019

**EXERCISE OF OPTION AND COMPLETION OF
THE ACQUISITION OF A FURTHER INTEREST BY A SUBSIDIARY**

The Board of Directors (the “**Board**”) of Interra Resources Limited (the “**Company**”) refers to the announcements dated 9 October 2014 and 3 February 2012 (the “**Earlier Announcements**”). Unless otherwise defined, all capitalised terms shall bear the same meanings ascribed to them in the Earlier Announcements.

Further to the Earlier Announcements, the Board wishes to announce that following the exercise of an option to acquire a further 18.5% of the total issued and paid up share capital of PT Mentari Pambuang Internasional (“**MPI**”) (the “**Further Interest**”) for the consideration of US\$1.00, PT Pambuang Investindo, the Company’s subsidiary incorporated in the Republic of Indonesia, now holds 67.5% of the total issued and paid up share capital of MPI.

Based on the unaudited financial statements of MPI as at 31 March 2019, the net asset value of MPI was approximately US\$6.32 million (18.5%: US\$1.17 million). The financial results of MPI have been consolidated in the Group’s financial statements since October 2014, as the Company was deemed to have effective control over MPI. The exercise of the option is not expected to have any material impact on the consolidated financial results of the Company for the current financial year.

None of the Directors or controlling shareholders of the Company or their respective associates has any interest, direct or indirect, in the acquisition of the Further Interest save for their shareholdings in the Company.

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.