

6 April 2023

**RESPONSE TO QUERIES ON THE UNAUDITED RESULTS
FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2022 (“FY 2022”)**

The Board of Directors (the “**Board**”) of Interra Resources Limited (the “**Company**”) refers to the queries received from the Singapore Exchange Regulation (“**SGX RegCo**”) on 4 April 2023 regarding the Company’s unaudited results for FY 2022, and would like to respond as follows:

Query

1. In respect of the Group’s current trade and other payables, please disclose:
 - (i) the reason(s) for the significant current trade and other payables of US\$4,566,000 as at 31 December 2022 when the Group recorded a cash and cash equivalents of US\$14,138,000 as at 31 December 2022; and
 - (ii) the aging and nature of current other payables – non-related parties which amount to US\$2,086,000 respectively as at 31 December 2022.

Response

The significant current trade and other payables of US\$4.566 million as at 31 December 2022 was mainly due to higher Trade payables – non-related parties of US\$1.695 million and Other payables – non-related parties of US\$2.086 million.

The higher cash and cash equivalents of US\$14.138 million as at 31 December 2022 was due to higher net profit as a result of higher contribution from operations.

The breakdown and nature of the current trade and other payables are set out below.

Current trade and other payables	FY 2022 US\$'000
Trade payables – non-related parties	1,695
Trade payables – related parties	192
Accrued expenses	593
	2,480
Other payables – non-related parties	2,086
Total	4,566

Trade payables – non-related parties amounting to US\$1.695 million were mainly due to the procurement of consumable materials for drilling and operation use of US\$0.761 million, rental of rig and drilling services of US\$0.393 million and workover, stimulation and wireline logging services of US\$0.541 million.

The aging and nature of current other payables – non-related parties of US\$2.086 million as at 31 December 2022 are set out below.

Other payables – non-related parties	FY 2022 US\$'000
Provision for electricity charges	132
Provision for training levy	479
Provision for community social responsibility	35
Provision for research and development costs	340
Provision for land tax of Kuala Pambuang block	290
Provision for salary and employee benefits	166
	1,442
Electricity charges – non-related parties	523
Various payables – non-related parties	121
	644
Total	2,086

Aging analysis for current other payables excluding provisions	FY 2022 US\$'000
Less than 1 year	644
Total	644

Training levy and research and development costs were contractual obligations under the Improved Petroleum Recovery Contracts in Myanmar.

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.