

10 August 2017

**EXTENSION OF THE CHAUK AND YENANGYAUNG
IMPROVED PETROLEUM RECOVERY CONTRACTS**

Interra Resources Limited (the “**Company**” or “**Interra**”) is pleased to announce that its joint venture entity, Goldpetrol Joint Operating Company Inc. (“**Goldpetrol**”), has received a letter dated 8 August 2017 from the Myanma Oil and Gas Enterprise (“**MOGE**”) informing it that an extension of 11 years for the Improved Petroleum Recovery Contracts (“**IPRCs**”) for the Chauk field and the Yenangyaung field, both of which are situated in Myanmar, have been approved by the relevant Myanmar authorities.

Interra has a 60% interest in each of the IPRCs for the Chauk field and the Yenangyaung field, and also owns 60% of Goldpetrol, which is the operator of both Chauk field and Yenangyaung field.

As announced in the Company’s earlier announcement on 28 March 2017, Goldpetrol has been negotiating with MOGE to seek an extension of the terms of the IPRCs for the Chauk field and the Yenangyaung field. MOGE has informed Goldpetrol on 8 August 2017 that the supplemental agreements to extend both IPRCs for 11 years have been approved by the relevant Myanmar authorities and Goldpetrol has been asked to make arrangements with MOGE to fix the schedule for the signing of the supplemental agreements to extend the two IPRCs for 11 years until 3 April 2028. The extension of the IPRCs for the Chauk field and the Yenangyaung field will take effect upon the signing of the relevant supplemental agreements.

Following the extension of the two IPRCs, the Company will conduct an update on its reserves and resources for both the Chauk and Yenangyaung fields accordingly.

The Company’s news release on the extension of the two IPRCs, which will be released today following this announcement, is attached for information.

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.