

11 October 2017

**MYANMAR DRILLING UPDATE:
DRILLING COMMENCEMENT OF
CHAUK DEVELOPMENT WELL L 144**

Interra Resources Limited (the “**Company**” or “**Interra**”) wishes to inform shareholders that its joint venture entity, Goldpetrol Joint Operating Company Inc. (“**Goldpetrol**”), has commenced drilling development well L 144 in the Chauk oil field in Myanmar.

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 144 is being drilled using a hired ZJ 750 rig. Interra’s share of the cost of drilling is funded from existing funds on hand.

L 144, the fourth well of the year, is the first directional well drilled under the Ayeyarwaddy River in 2017. The well will be drilled from the Lanywa area of the west bank of the river in the Chauk oil field and is a part of the aggressive drilling programme under the new eleven-year contract extension. L 144 is proposed to reach a total measured depth of 3,100 feet and a planned inclination of 11 degrees with the primary objective of accelerating production from the oil reservoirs that produce in this portion of northern Chauk oil field.

Interra estimates that the results of the drilling and completion should be available in approximately six weeks. The Company will announce the results of the drilling operation as soon as they may be ascertained as well as updates reflecting critical or unexpected events during drilling.

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.