

7 June 2023

**INDONESIA EXPLORATION PROJECT UPDATE:
TESTING OF KUALA PAMBUANG EXPLORATION WELL KP-1**

Interra Resources Limited (the “**Company**” or “**Interra**”) wishes to inform shareholders that it has carried out fracture stimulation and testing of exploration well KP-1 on the Kuala Pambuang block (the “**Block**”) onshore southern Central Kalimantan, Indonesia. Interra has a 72.75% interest in the Block through PT Mentari Pambuang Internasional, the operator of the 1,631 km² Block.

The perforation and fracture stimulation were sub-optimal due to communication with an overlying aquifer zone and, as such, the test results are inconclusive and below our pre-drill expectation. The well has now been temporarily suspended to allow for the recovered oil samples to be analysed and interpretation to be carried out.

KP-1 was drilled to a total measured depth of 3,771 ft in December 2019. The well targeted a four-way dip closure within the Beraí Formation on the PR-1 prospect. Skim oil was recovered to surface during open hole swabbing of the original well.

The carrying value of the exploration cost with respect to the Block to-date is approximately US\$13.7 million against the net present value based on an independent review of US\$9 million, resulting in an impairment on exploration cost of approximately US\$4.7 million.

The Company wishes to advise that investors should exercise due care and caution when trading Interra’s shares. It is not certain that the exploration drilling mentioned above will ultimately yield commercially recoverable hydrocarbons or profitable production.

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.