

12 June 2013

**INDONESIA PRODUCTION TESTING UPDATE:
DEVELOPMENT WELL TMT-52**

As stated in the announcement of 18 February 2013 with respect to announcing the drilling results of TMT-52 at the Tanjung Miring Timur (“TMT”) field in South Sumatra, Interra Resources Limited (the “Company” or “Interra”) wishes to inform shareholders that its wholly owned subsidiary, Goldwater TMT Pte. Ltd. (“GTMT”) has achieved a stabilised flow rate following production testing. GTMT has 100% working interest in the Technical Assistance Contract of the TMT field and TMT-52 was drilled using an externally contracted rig.

Following casing perforation and testing of deeper reservoirs which did not yield commercial hydrocarbons, seven metres over the intermediate zones were perforated and after extended production testing, production rate has stabilised at over 100 barrels of oil per day. The shallower reservoirs which have produced very significant volumes of oil in the direct offset well will be tested at a later date in TMT-52.

TMT-52 is one of the four new wells to be drilled after the completion of the 3D seismic data acquisition and interpretation. All four wells have been completed as oil producers and have added significantly to field production. Four additional wells for 2013 drilling have been approved by Pertamina, and site construction is currently underway.

The Company will announce any additional significant production updates as warranted.

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 oil and gas exploration and production (E&P). Our E&P activities include oil and gas production, field development and exploration. We are positioning ourselves to become a leading regional independent producer of oil and gas.