

12 September 2011

CONCESSION RIGHTS IN BLOCK L9/48 IN THAILAND




The Board of Directors of Interra Resources Limited (the “**Company**”) refers to the Company’s announcements on 3 December 2010 and 7 January 2011, whereby it was announced that the Company intends to relinquish the concession rights (amounting to 50% of the participating rights) in the onshore petroleum exploration block, Block L9/48 (the “**Block**”) in Thailand held by its wholly-owned subsidiary, Interra Resources (Thailand) Limited (“**IRT**”).

Further to discussions with the Department of Mineral Fuels of Thailand (“**DMF**”) and negotiations with JSX Energy (Thailand) Limited (“**JSX**”), the holder of the remaining 50% of the participating rights of the Block, it was agreed that IRT will enter into an agreement with JSX to assign all its concession rights in the Block to JSX (the “**Assignment**”) for a consideration of US\$200,000 in cash (the “**Consideration**”), subject to the conditions specified in the following paragraph and approval by the local authority under the Petroleum Act of Thailand. The Assignment will come into effect on the date of receipt of the said approval (the “**Effective Date**”). The Company wishes to inform shareholders that, pursuant to the Assignment on the Effective Date, IRT shall be released from all liability, responsibility and obligations under the Block and the Joint Operating Agreement dated 7 November 2007 relating to Blocks L3/48 and L9/48 in Thailand.

The Consideration is payable by JSX to the Company (a) within 60 days after being granted the Production Area Approval within any part of the Block by the DMF; or (b) within 60 days after JSX transfers any interest in the concession rights in the Block (whether such interest used to belong to the Company or otherwise) to a third party, including any of JSX’s affiliates, subsidiaries or any company under common control of JSX, or one or more companies, which are directly or indirectly associated by means of shareholding, management or otherwise, whichever is the earlier.

The carrying cost of the Block has been fully impaired in the financial year ended 31 December 2010. Therefore, the Assignment will not have any significant impact on the financial performance of the Company until the Consideration becomes due and



payable to the Company in accordance with the terms of the Assignment (as stated above), which will be recognised in the profit and loss account of the Group in the relevant financial period accordingly.

By Order of the Board of Directors of
INTERRA RESOURCES LIMITED

Marcel Tjia
Chief Executive Officer

About Interra

Interra Resources Limited, listed on the SGX Catalist and the ASX, is a Singapore-incorporated company engaged in the business of petroleum exploration and production (“E&P”). Our E&P activities include petroleum production, field development and exploration through strategic alliances and partnerships. We are positioning ourselves to becoming a leading regional independent producer of oil and gas.

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This announcement has been prepared by the Company and its contents have been reviewed by the Company’s sponsor (“Sponsor”), Collins Stewart Pte. Limited, for compliance with the relevant rules of the Singapore Exchange Securities Trading Limited (“SGX-ST”). Collins Stewart Pte. Limited has not independently verified the contents of this announcement. This announcement has not been examined or approved by the SGX-ST and the SGX-ST assumes no responsibility for the contents of this announcement including the correctness of any of the statements or opinions made or reports contained in this announcement.

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