

May 22, 2015

Mine Celebrates Major Safety Achievement

Terra Energy (Terra or the Company) hosted a celebration for achieving an impressive record of 1 million man-hours and 2 years worked lost time incident (LTI) free at its Baruun Noyon Uul (BNU) coking coal mine this week. The milestone is a result of strong safety strategies, processes and systems, established at the mine site in Mongolia.

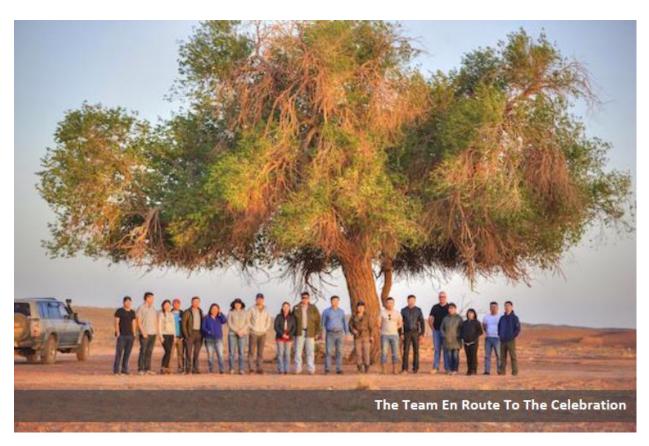
The celebration was hosted by Julien Lawrence, Chief Operating Officer, Geoff Chapman, BNU Project Manager and Reece Henry, Geology Manager. In attendance were present members from the Mongolian Ministry of Mining and Mineral Resource Authority of Mining (MRAM).

The Chairman of MRAM congratulated Terra with achieving 1 million hours lost time incident free, adhering to the occupational safety rules and standards since mining commencement at the Baruun Noyon Uul coal mine, and wished great success in all of the Company's activities ahead.

About BNU

The BNU coking coal mine in Mongolia, which has recently commenced commercial production, continues to ramp up. The mine recently celebrated an important safety milestone of 1 million man-hours lost time incident free. The Company has recently finalized offtake agreements with 2 end-user customers in China for BNU coking coal.

Photos from the BNU mine site celebration can be viewed below.













Terra Energy has recently transitioned from being an explorer to miner. Production at the Baruun Noyon Uul (BNU) coking coal mine in the South Gobi Mongolia successfully restarted in late 2014.

Terra Energy has recently secured offtake agreements with 2 end-users in China. The Company's goal is to become one of the largest and highest quality coking coal producers in Mongolia, providing exceptional value for its steel-producing customers.