



PANTERRA
RESOURCE CORP.

TSX-V: PRC

December 7, 2011

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PanTerra Announces Closing of Non-Brokered Private Placement

PanTerra Resource Corp. ("**PanTerra**" or the "**Corporation**") announces that it has completed a non-brokered private placement of 860,000 units (the "**Units**") at a price of \$0.25 per Unit for total gross proceeds to the Corporation of \$215,000 (the "**Offering**").

Each Unit consists of one (1) common share (a "**Common Share**") in the capital of the Corporation and one half of one (1/2) common share purchase warrant (a "**Warrant**"). Each whole Warrant entitles the holder to purchase one Common Share of the Corporation at an exercise price of \$0.40 for a period of twelve (12) months from the closing of the Offering. Upon the expiration of the statutory hold period, in the event the common shares of the Corporation close for 30 consecutive days at a price of CDN \$0.65 or above per common share, the Corporation shall have the right to require conversion of the Warrants at the exercise price therefore. The Common Shares and Warrants are subject to a statutory hold period until April 8, 2012.

About PanTerra

PanTerra is a diversified junior public oil and gas company listed on the TSX Venture Exchange ("**TSXV**") under the symbol "PRC", with holdings in both conventional and unconventional projects in Western Canada. The Corporation has an operated production base of 115 BOPD and 100mcf/day gas (based on field estimates) with excellent optimization and exploitation potential. Additionally, PanTerra holds 'rights' in excess of 120,000 acres in various properties in Western Canada. Company information can be found at: www.panterraresource.com.

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