

Buru Energy Operations Update

Buru Energy Limited (Buru Energy) is pleased to provide the following update on the Company's operations.

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Summary

- Ungani 1ST1 workover preliminary results very encouraging
- DDH1 Drilling Rig mobilised to the Ungani North 1 well
- Jackaroo 3D seismic program progressing well

Ungani 1ST1 workover

The operational component of the second phase of the Ungani 1ST1 workover was successfully completed on 31 October with the placement of a cement plug across the lower part of the completion.

Subsequent to completing the workover, the well has been put on production test with very encouraging results. The well is still cleaning up with partial returns of workover and drilling fluid but the water cut has decreased from the previous level of ~30% to ~2%. The forward plan is to continue cleaning up the well and undertake a rate test.

Rig mobilisation

The DDH1 Drilling rig has been mobilised to the basin and has completed rigging up on the Ungani North 1 well. Operations to run the testing tubing string in this well will be commenced once final rig inspections are completed and all regulatory approvals obtained. It is anticipated that the completion operations will take about five days once approvals are received and the rig will then be moved to the Commodore 1 well.

Once the rig is demobilised from site, the interpreted oil zone in the Ungani Dolomite will be perforated and flow tested.

Seismic programs

Acquisition of the Jackaroo 3D seismic program is approximately 35% complete. Operations are progressing well and data quality appears to be good from inspection of the field stacks.

The survey is located between the existing Yulleroo and Ungani 3D grids and will join the two grids to give seamless 3D coverage from Yulleroo to Ungani. It covers the currently identified Jackaroo prospect and a number of other oil prospects along trend.

Visit www.buruenergy.com for information on Buru Energy's current and future activities.

For inquiries please contact Buru Energy:

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About Buru Energy

Buru Energy Limited (ASX: BRU, S&P/ASX300) is a Western Australian oil and gas exploration and production company headquartered in Perth with an operational office in Broome. The Company's petroleum assets and tenements are located onshore in the Canning Basin in the southwest Kimberley region of Western Australia. Its flagship high quality conventional Ungani Oilfield project is owned in 50/50 joint venture with Mitsubishi Corporation. As well as Ungani, the Company's portfolio includes potentially world class tight gas resources.

The company's goal is to deliver material benefits to its shareholders, the State of Western Australia, the Traditional Owners of the areas in which it operates, and the Kimberley community, by successfully exploring for and developing the petroleum resources of the Canning Basin in an environmentally and culturally sensitive manner.