



Buru Energy Limited
ABN 71 130 651 437
Level 2, 88 William Street
Perth, Western Australia 6000
Ph: 61-8 9215 1800
Fax: 61-8 9215 1899
www.buruenergy.com

ASX ANNOUNCEMENT (ASX: BRU)

23 May 2013

Completion of Sale to Mitsubishi and Rey Resources of interests in EP 457 and EP 458 in Canning Superbasin for cash consideration to Buru of ~\$21 million

- As announced on 18 March 2013, Buru, Mitsubishi Corporation* (**MC**) and Rey Resources Limited (**Rey**) entered into a transaction pursuant to which Buru sold interests in exploration permits EP 457 and EP 458 (**Fitzroy Blocks**) in the Canning Superbasin to MC and Rey.
- The sale had a number of standard conditions including approvals by Department of Mines and Petroleum of Western Australia and FIRB approval.
- These conditions have now been fulfilled, and Buru has received a total cash payment of \$21.059 million.
- The interests in the Fitzroy Blocks are now:
 - Buru 37.5% (operator)
 - MC 37.5%
 - Rey 25.0%
- Buru estimates that together with its current cash on hand and the cash paid to Buru by MC and Rey to acquire these interests, that Buru will have cash on hand at the end of the quarter of approximately \$45 million.

(* MC holds its interest through its wholly owned subsidiary - Diamond Resources Fitzroy Pty Ltd)

Full details of the transaction were set out in the announcement of 18 March 2013.

Commenting on the transaction, Buru's Executive Director Eric Streitberg said:

"We are delighted that this transaction has been completed and we are very pleased we will be moving forward with exploration on these very prospective permits which are interpreted to contain, amongst other very prospective play types, an extension of the Ungani conventional oil trend.

We intend to aggressively explore the Ungani conventional oil trend as part of our focus on establishing the Ungani trend as a major oil producing area, with plans to lift production to 15,000 barrels per day if we are able to find additional fields along trend.

Buru's portfolio contains world class resources of both conventional and unconventional oil and gas, and this transaction will facilitate funding of our exploration and appraisal program in 2013."

