

Not for release or distribution in the United States



Buru Energy Limited
ABN 71 130 651 437
Level 2, 97 William Street
Perth, Western Australia 6000
PO Box 7794, Perth
Cloisters Square WA 6850
Ph: 61-8 9215 1800
Fax: 61-8 9215 1899
www.buruenergy.com

ASX ANNOUNCEMENT (ASX: BRU)

14 June 2012

Buru announces Institutional Placement to fund Exploration and Appraisal Program

Buru Energy Limited (“**Buru**” or “**Company**”) today announces the launch of a fully underwritten placement of new shares to institutional investors raising \$50 million (“**Institutional Placement**”).

Proceeds raised under the Institutional Placement will be used to continue and to expand Buru’s exploration, appraisal and development program in the Canning Superbasin, with the funds being applied to the ongoing appraisal of the Ungani Field and the drilling of further exploration wells in both the Ungani oil trend and on new play types. The proceeds will also be used to fund the initial phase of the gas commercialisation planning process for Valhalla and Yulleroo. Funds will provide flexibility to immediately follow up discoveries made during 2012 and provide Buru with the ability to participate in any further consolidation of the Canning Superbasin acreage. Following the Institutional Placement, Buru expects to be fully funded for its 2012 program, and for part of its 2013 program.

The Institutional Placement will be conducted via a fixed price bookbuild at \$3.00 per share, which represents a 7.1% discount to the 5-day VWAP of \$3.23. The new shares issued represent approximately 7.1% of Buru’s current issued capital and will rank equally with existing shares.

Buru expects to confirm the outcome of the bookbuild prior to market open tomorrow, Friday 15 June 2012. Settlement of the Placement is expected on Wednesday 20 June 2012, with allotment expected on Thursday 21 June 2012.

The Institutional Placement is fully underwritten by J.P. Morgan.

Please find attached a corporate update presentation.

This release and further information on the Company is available at: www.buruenergy.com.

For inquiries please contact:

Eric Streitberg	Executive Director
Telephone	+61 8 9215 1800
Freecall	1800 337 330
Email	ericstreitberg@buruenergy.com

IMPORTANT NOTICE

This announcement has been prepared for publication in Australia and may not be released or distributed in the United States. This announcement does not constitute an offer, invitation or recommendation to subscribe for or purchase any securities and neither this announcement nor anything contained in it shall form the basis of any contract or commitment. In particular, this announcement does not constitute an offer to sell, or a solicitation of an offer to buy, securities in the United States or any other jurisdiction. Any securities described in this announcement have not been, and will not be, registered under the US Securities Act of 1933 (as amended) and may not be offered or sold in the United States except in transactions exempt from, or not subject to, registration under the US Securities Act and applicable US state securities laws.

Equity Raising

Investor Presentation

14 June 2012



This Presentation has been prepared by Buru Energy Limited (ABN 71 130 651 437) (“**Buru**” or “**Company**”).

Summary information

This Presentation contains summary information about Buru and its activities current as at 14 June 2012. The information in this Presentation is of general background and does not purport to be complete or comprise all information which a shareholder or potential investor may require in order to determine whether to deal in Buru shares. It should be read in conjunction with Buru’s other periodic and continuous disclosure announcements lodged with the Australian Securities Exchange, which are available at www.asx.com.au.

Not financial product advice

This Presentation is for information purposes only and is not a prospectus, disclosure document, product disclosure statement or other offering document under Australian law (and will not be lodged with the Australian Securities and Investments Commission) or under any other law. This Presentation does not constitute financial product, investment, legal, taxation or other advice or a recommendation to acquire Buru shares and has been prepared without taking into account the objectives, financial situation or needs of individuals.

Before making an investment decision prospective investors should consider the appropriateness of the information having regard to their own objectives, financial situation and needs and seek financial, legal and taxation advice appropriate to their jurisdiction. Buru is not licensed to provide financial product advice in respect of Buru shares. Cooling off rights do not apply to the acquisition of Buru shares.

Financial data

All dollar values are in Australian dollars (A\$) unless stated otherwise.

Past performance

Past performance information given in this Presentation is given for illustrative purposes only and should not be relied upon as (and is not) an indication of future performance.

Future performance

This Presentation contains certain “forward-looking statements”. The words “expect”, “should”, “could”, “may”, “predict”, “plan” and other similar expressions are intended to identify forward-looking statements. Indications of, and guidance on, future earnings and financial position and performance are also forward-looking statements.

Forward-looking statements, opinions and estimates provided in this Presentation are based on assumptions and contingencies which are subject to change without notice,

as are statements about market and industry trends, which are based on interpretations of current market conditions.

Forward-looking statements including projections, guidance on future earnings and estimates are provided as a general guide only and should not be relied upon as an indication or guarantee of future performance. This Presentation contains such statements that are subject to risk factors associated with the oil and gas industry. It is believed that the expectations reflected in these statements are reasonable, but they may be affected by a range of variables which could cause actual results or trends to differ materially. These variations, if materially adverse, may affect the timing or the feasibility of the development of a particular project.

Not an offer

This Presentation does not constitute an offer, invitation or recommendation to subscribe for or purchase any security and neither this Presentation nor anything contained in it shall form the basis of any contract or commitment. In particular, this Presentation does not constitute an offer to sell, or a solicitation of an offer to buy, securities in the United States. The securities in the proposed offering have not been and will not be registered under the U.S. Securities Act of 1933, or under the securities laws of any state or other jurisdiction of the United States. Accordingly, the securities in the proposed offering may not be offered or sold, directly or indirectly, in the United States, except in a transaction exempt from, or not subject to, the registration requirements of the U.S. Securities Act and applicable U.S. state securities laws. This document may not be distributed or released in the United States.

Disclaimer

The underwriter and its affiliates, officers, employees, agents and advisers have not authorised, permitted or caused the issue, lodgement, submission, dispatch or provision of this Presentation and do not take any responsibility for, nor make or purport to make any statements, representations, warranties or undertakings in this Presentation and there is no statement in this Presentation which is based on any statement by any of them. Buru, the underwriter and their respective affiliates, officers, employees, agents and advisers to the maximum extent permitted by law, expressly disclaim all liabilities in respect of any expenses, losses, damages or costs incurred by you as a result of the information in this Presentation being inaccurate or due to information being omitted from this Presentation, whether by way of negligence or otherwise, and make no representation or warranty, express or implied, as to the currency, accuracy, reliability or completeness of information.

Buru overview

- Buru is an S&P/ASX All Australian 200 oil and gas exploration and production company solely focused on the Canning Superbasin in Western Australia
- Buru holds a large acreage position – approx. 14 million net acres
- In the past 18 months Buru has defined two major independently verified unconventional wet gas accumulations and made the first conventional onshore oil discovery in Western Australia in 10 years

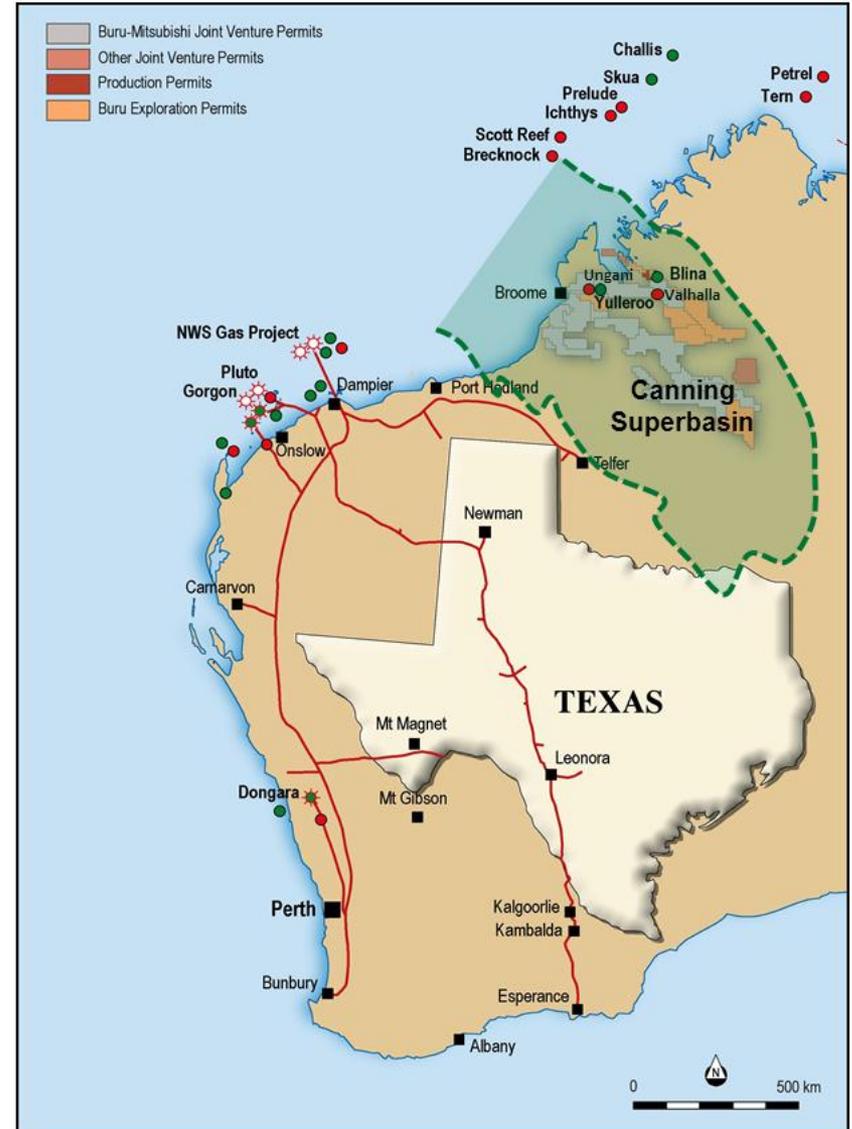
Operations update

- Success to date in Buru's 2012 Appraisal and Exploration program – Valhalla North and Paradise – has confirmed the regional extent of the Valhalla unconventional wet gas accumulation
- Recent independent review of the Valhalla accumulation identified a mean gross risked recoverable volume of 6.5 TCF of gas and 187 MMbbls of liquids, with unrisked upside in excess of 33 TCF of recoverable gas and one billion barrels of recoverable liquids
- Ungani Field extended production test successfully commenced in late May flowing with rates in excess of 2,000 bbls of oil per day

Equity raising

- Buru is raising A\$50 million via an Institutional Placement fully underwritten by J.P. Morgan at a fixed price of A\$3.00 per share, which represents a 7.1% discount to the 5-day VWAP of A\$3.23.
- Institutional Placement is fully underwritten by J.P. Morgan.
- Proceeds from the Institutional Placement will be used to continue and expand Buru's exploration and appraisal program and to progress the commercialisation of existing discoveries

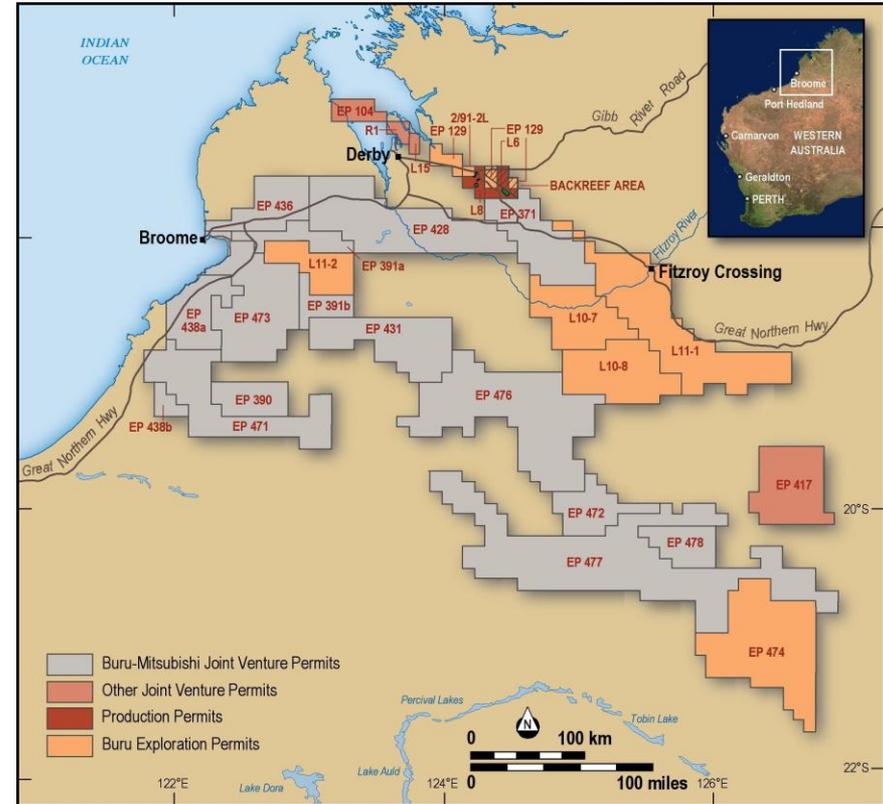
- ✓ Enormous Buru acreage spread in the most exciting onshore Australian basin
- ✓ “Company Maker” Ungani frontier oil discovery has transformed the conventional exploration potential of the basin
- ✓ Multi TCF tight gas resources defined with high liquids content
- ✓ Aggressive exploration and appraisal drilling program underway
- ✓ Well funded with major international partner (Mitsubishi Corp)
- ✓ Clear pathway to commercialisation
- ✓ High equities and operatorship
- ✓ Experienced management and Board with “skin in the game”
- ✓ Buru has a tight and continuing focus on the Superbasin



Unmatched Acreage Position

Largest acreage holder in Canning Superbasin covering all major conventional and unconventional plays

- Net ~14 million acres (~57,000 sq km) with high permit equities and operatorship
- Acreage position allows a systematic, regional, long term exploration program
- Two rig drilling program with annual 2D and 3D seismic acquisition
- Recent interest in the Superbasin has seen entry of significant international E&P companies:
 - Mitsubishi Corporation
 - ConocoPhillips
 - Hess
- No significant vacant acreage remaining
- Corporate/farm-in deals now the only entry points
- Buru is the only company with material exposure to the two largest and most prospective unconventional plays:
 - Massive independently verified Laurel Formation wet gas resources
 - Highly prospective Goldwyer Shale in the oil window (the most prospective unconventional play independently identified by the US EIA)
- Applying US transaction metrics to Buru acreage implies very large values, many multiples of current Buru market cap



Buru Canning Superbasin permits

Four major unconventional plays in the Superbasin – Buru is currently concentrating on two:

- **Laurel Formation**

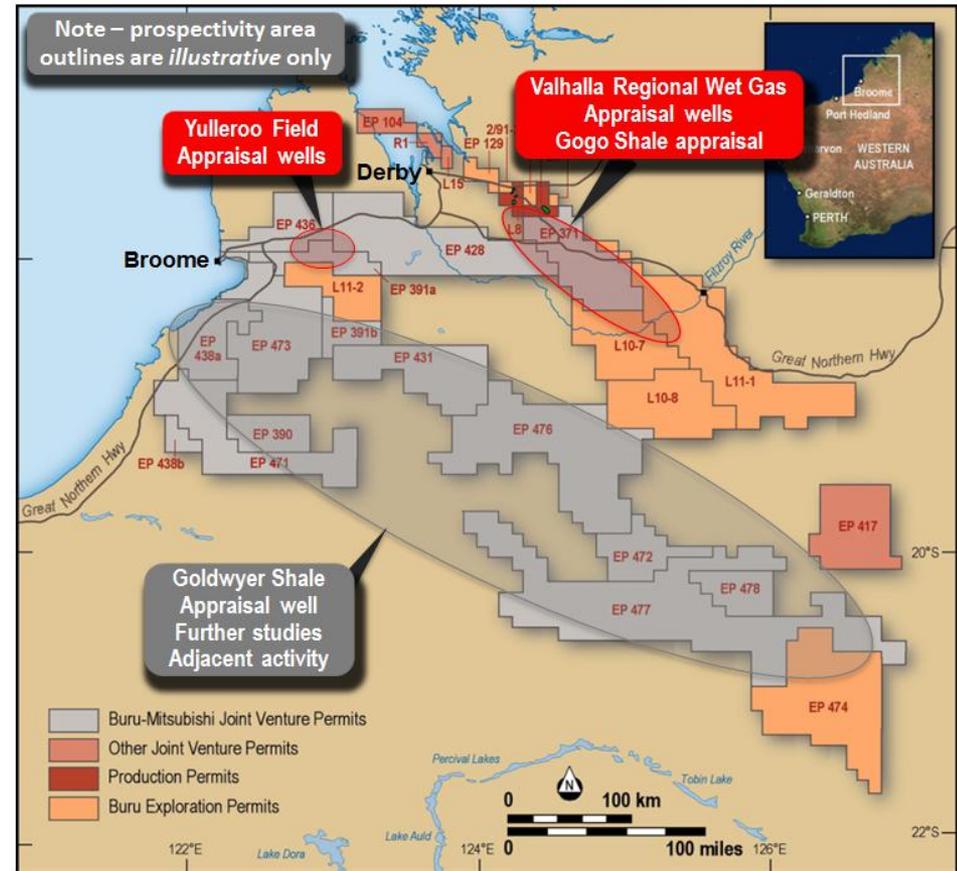
- Very widespread, thick and gas mature with significant liquids content
- Gas is sweet with low CO₂, no H₂S and high liquids content
- New and existing wells confirm a Basin Centred tight Gas Accumulation (“**BCGA**”) – Montney/Granite Wash analogue
- Additional wells being drilled this year to confirm extent – at least one on the Yulleroo field and one on the Valhalla accumulation

- **Goldwyer Shale Formation**

- Thick, regionally extensive shale – “Bakken” analogue
- New Standard/ConocoPhillips planning wells in this play during 2012

Two other high potential units under active review:

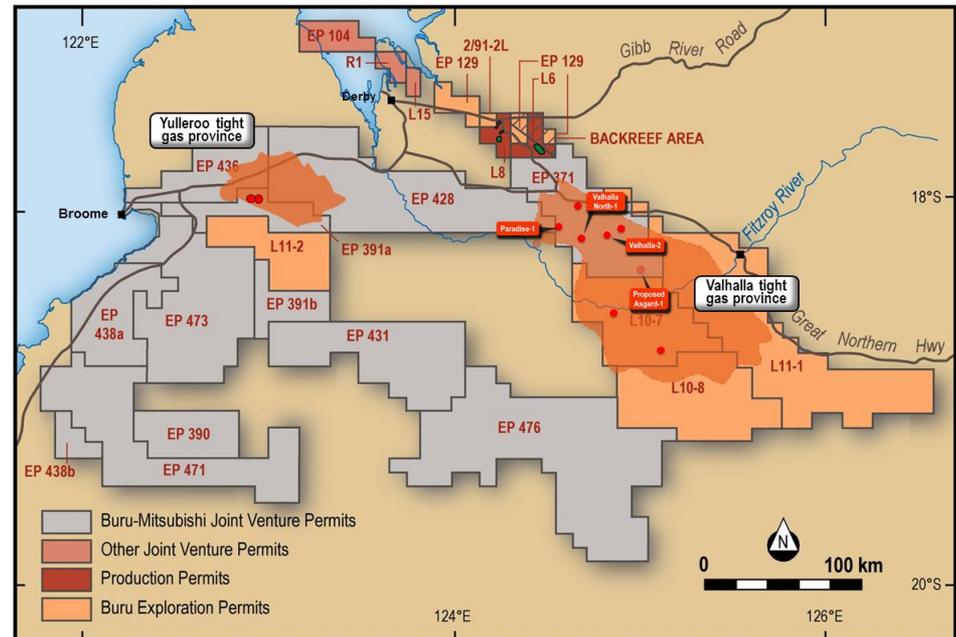
- **Gogo Formation (Frasnian)** – source for the Blina oils
- **Noonkanbah Formation** – excellent organic rich shales but restricted areas in maturity window



Indicative geographic location of major unconventional plays

Major tight gas accumulation with regional basin centred extent

- Laurel Formation is a thick, regionally extensive package of sands, shales and limestones with in excess of 1,300m of gas saturations in recent wells
- Mud gas shows over up to 2,000m intervals in ten wells (three drilled by Buru in 2011/2012) combined with seismic mapping and gas recoveries in well tests, indicate significant accumulations in the Yulleroo and Valhalla gas provinces
- Asgard-1 proposed to be drilled later this year to confirm southeastern extension
- Location of overpressure and maturity windows confirms regional extent
- Volumetrically very significant – tens to possibly hundreds of TCF of gas in-place, with hundreds of millions to billions of barrels of liquids associated with gas recovery
- The Laurel Formation is extensive across Buru's permits and includes the Valhalla accumulation and the Yulleroo wet gas field



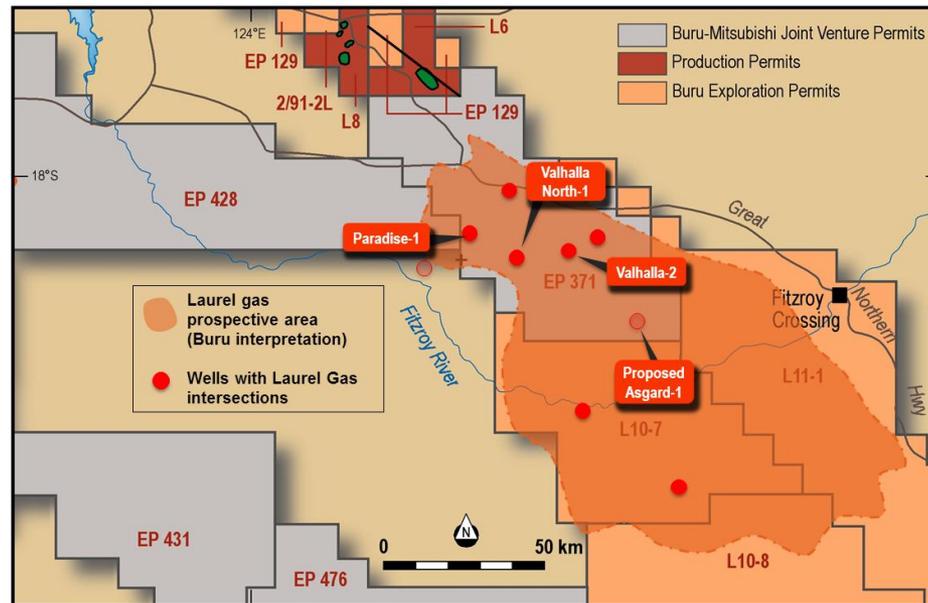
Currently identified Laurel wet gas accumulations

Valhalla - major tight gas accumulation confirmed by independent review

- McDaniel & Associates, a specialist North American tight gas and unconventional resource assessment consulting group, have completed an independent assessment of the prospective resources of the Laurel Formation in the Valhalla area on Buru's permits
- The results of this review are in close agreement with Buru's estimates of these resources as set out in the table below:

	Gross	Net to Buru
Unrisked		
Gas (TCF)	15	9
Liquids (mmbbls)	432	259
Risked		
Gas (TCF)	6.5	3.9
Liquids (mmbbls)	187	112

- McDaniel confirmed the Laurel Formation in the Valhalla area has the characteristics of a Basin Centred Gas Accumulation ("BCGA"). This type of accumulation is a different, and potentially more productive and commercially attractive style of accumulation than traditional "shale" plays
- McDaniel unrisked high estimates, for the gross recoverable volumes for the accumulation on Buru's permits in the Valhalla area, are in excess of 33 TCF of gas, and one billion barrels of hydrocarbon liquids



Valhalla accumulation - Laurel Formation – prospective extent

Product	Unrisked				Risked
	Low Case (MMbbl/BCF)	Median (MMbbl/BCF)	Mean (MMbbl/BCF)	High (MMbbl/BCF)	Mean (MMbbl/BCF)
Condensate	36	224	432	1,025	187
Natural Gas	2,326	9,858	15,051	33,409	6,502
Total BOE	423	1,867	2,941	6,594	1,270

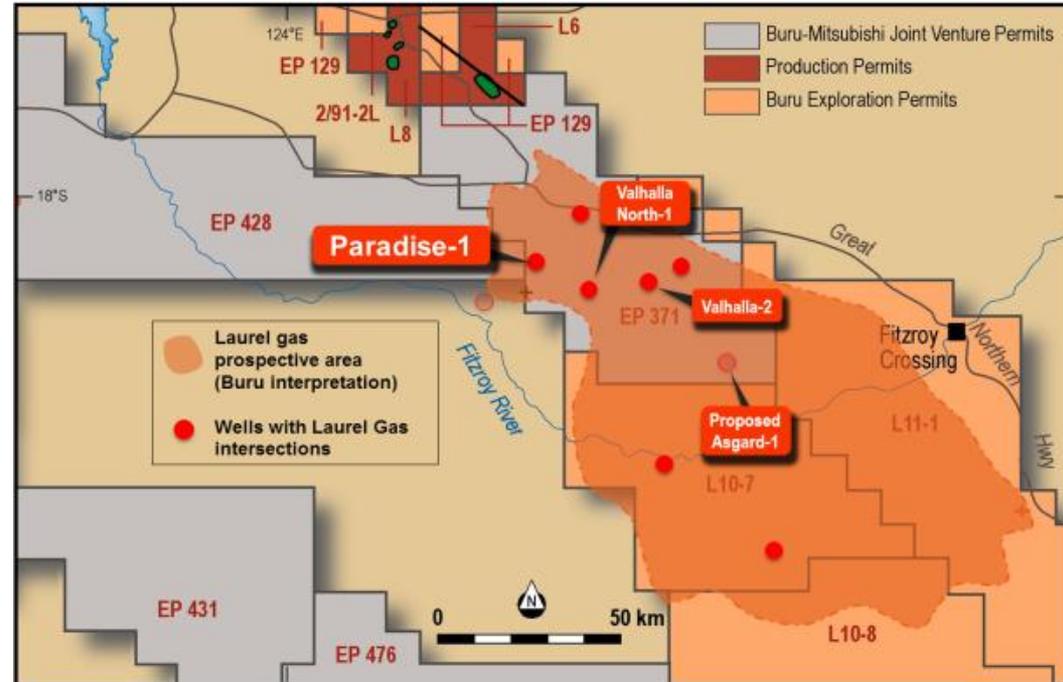
Valhalla accumulation - Gross prospective volumes

Product	Unrisked				Risked
	Low Case (MMbbl/BCF)	Median (MMbbl/BCF)	Mean (MMbbl/BCF)	High (MMbbl/BCF)	Mean (MMbbl/BCF)
Condensate	18	135	259	718	112
Natural Gas	1,163	5,915	9,031	23,386	3,901
Total BOE	212	1,120	1,765	4,615	762

Valhalla accumulation - Net to Buru prospective volumes

Deepening of Paradise-1 confirms extension of BCGA 21 kms to the west of Valhalla-2

- Paradise-1 deepening designed primarily to test the Upper and Lower Laurel conventional and unconventional gas reservoirs as intersected in the Valhalla-2 and Valhalla North-1 wells
- Gas charged Upper and Lower Laurel Formation encountered with the same characteristics as seen in the Valhalla-2 and Valhalla North-1 wells
- Well not drilled to planned TD due to high pressure and gas influxes
- Results confirm that the regional Valhalla gas accumulation in the Laurel Formation extends 21 kms west from the immediate Valhalla area to the Paradise area
- This result is liable to lead to an increase in the McDaniel risked recoverable volume of 6.5 TCF and 187 million barrels of liquids.
- Positive step towards achieving the unrisked upside case identified by McDaniel of up to 33 TCF of recoverable gas and 1 billion barrels of recoverable oil
- Step out planned some 30 kms to the east of the Valhalla wells to the Asgard location.



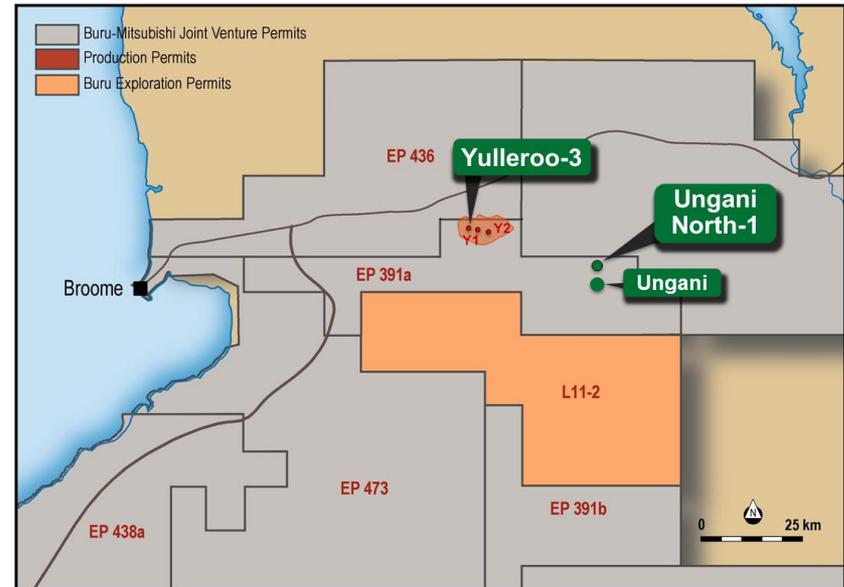
Paradise-1 and Valhalla Accumulation



*Century Rig #7
deepening
Paradise-1*

Yulleroo wet gas field has major resources and is on the pathway to development

- Current resource estimate of Yulleroo field – independent review by RISC confirms gross mean recoverable resources of:
 - 352 PJ (332 BCF) recoverable gas
 - 13.4 MMbbls of associated liquids
 - Buru interest of 50% = 36 mboe net to Buru
- Yulleroo-3 appraisal well spudded late May on location identified by 3D seismic
- Trial frac of vertical Yulleroo-2 well in 2010 demonstrated formation can be stimulated successfully
- Yulleroo-2 flowback established good influx, liquids content and excellent gas quality
- Yulleroo-3 is testing the lateral extent, reservoir development and hydrocarbon column of the Yulleroo field to quantify the upside potential of the field
- Results of Yulleroo-3 may indicate that the Yulleroo field is part of a broader BCGA similar to the Valhalla accumulation and could substantially increase the potential gas resources of the area
- Clear commercialisation pathway – targeting initial reserves booking mid-2013



Yulleroo-3 location



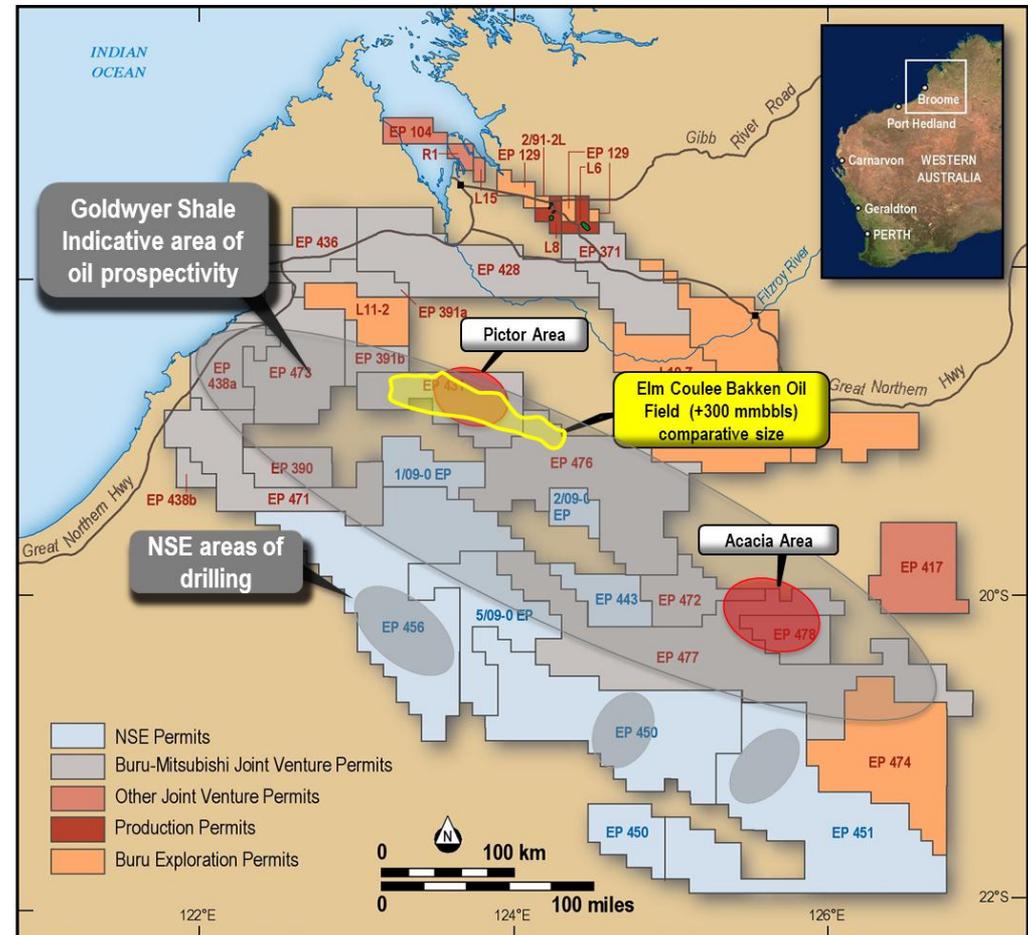
Ensign Rig#32 drilling Yulleroo-3

Goldwyer Shale Formation - thick, regionally extensive organic rich shale, "Bakken" analogue

- Proven potential in Buru's acreage from well intersections, and Buru analysis work
- Thick, organic rich shales in the oil window grading in to the wet gas window on Buru acreage
- Buru estimates up to 4 billion barrels of recoverable oil in prospective resources
- Buru will evaluate this play when drilling conventional wells in the Acacia province
- Buru has proven the hydrocarbon potential for this play on its acreage with gas and oil recoveries from the Pictor Field
 - Goldwyer source, Nita Formation carbonate reservoir
 - Gas and oil recoveries from Nita Formation

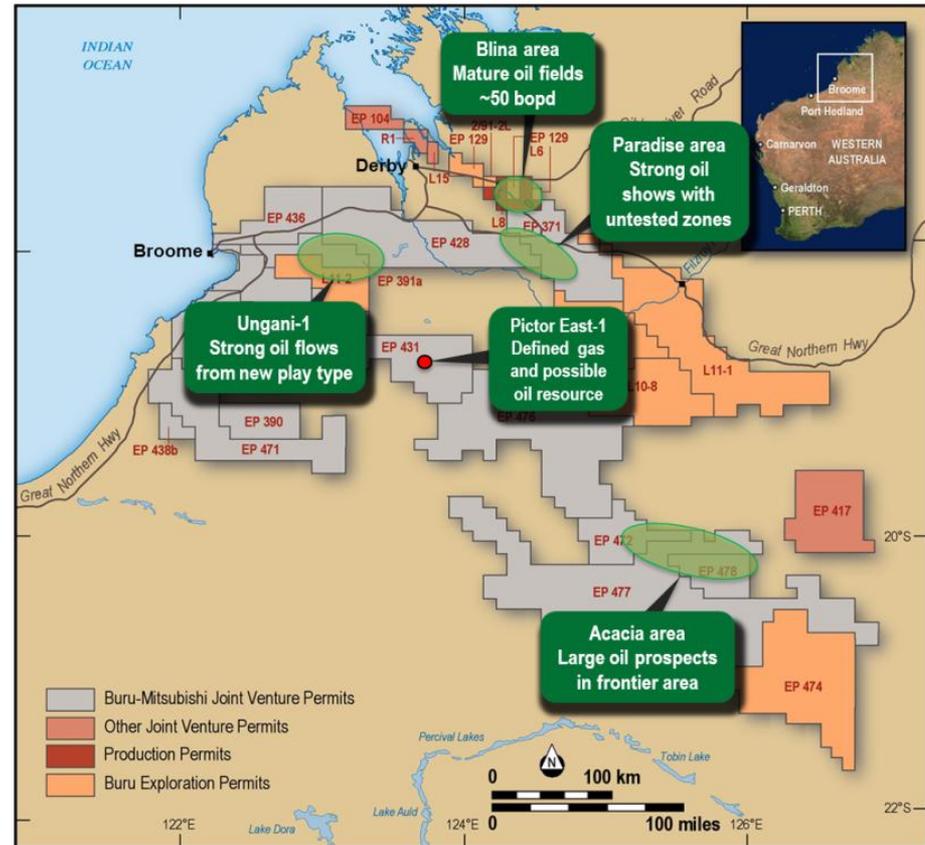
ConocoPhillips farming in to explore New Standard's Goldwyer Shale play to the south of Buru acreage

- Three wells committed by NSE/ConocoPhillips this year
- The NSE program will also provide valuable information for Buru's evaluation



Huge area of prospectivity outside the Ungani trend

- Independent review of conventional prospectivity identified over 100 prospects with unrisks potential of:
 - 1.46 billion barrels of oil
 - 2.4 TCF of gas
- Ungani Trend provides major conventional oil upside with additional exploration and appraisal drilling scheduled for 2012
- Other areas with high potential:
 - Gas discovery at Pictor East with potential oil leg
 - Planned drilling of high upside oil targets in the Acacia province in 2013



Currently targeted conventional resource provinces in the Superbasin

Ungani oil discovery a “game changer” for the Superbasin

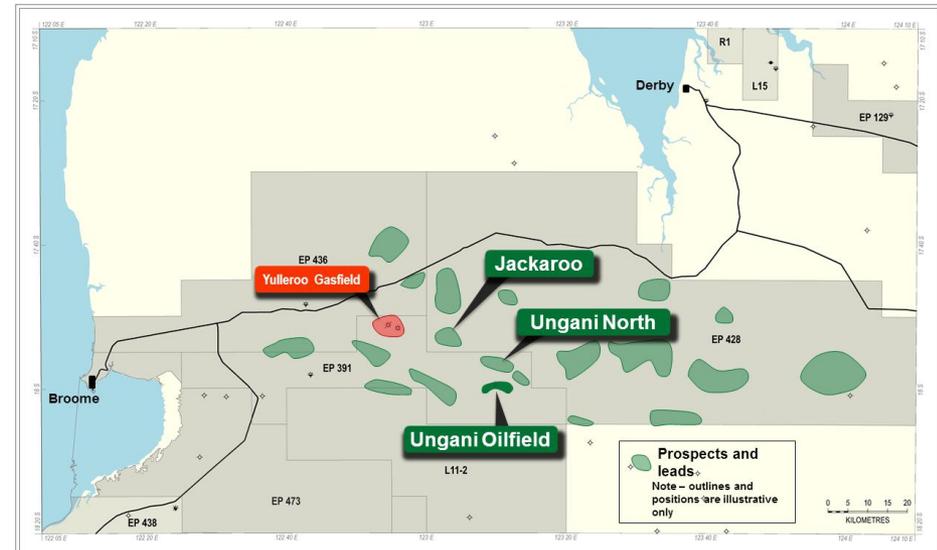
- Substantial oil column (+50m) in very high quality conventional dolomite reservoir confirmed by two wells
- Excellent quality 37° API high yield sweet crude oil – benchmarked to Brent
- Potential reserves range from current data – 5 to 20 MMbbls
- Clear path to reserves and commercialisation – EPT, 3D seismic and appraisal drilling in second half of 2012 will define reserves and full field development scenario
- Extended production test (“EPT”) commenced flowing with test rates in excess of 2,000 bbls of oil per day

Major upside in follow-up potential

- Immediate area of prospectivity on current data covers 120 kms by 40 kms (+1 million acres)
- Buru regional prospect review of Mean Risked Potential Resources for the greater Ungani exploration area of in excess of 300 MMbbls of oil on a risked basis (average risk weighting of 10%) across 20 leads and prospects
- Ungani North-1 expected to be drilled during Q3 2012
- Additional targets under evaluation for drilling in 2012 or 2013 include Jackaroo-1 and Yakka Munga-1



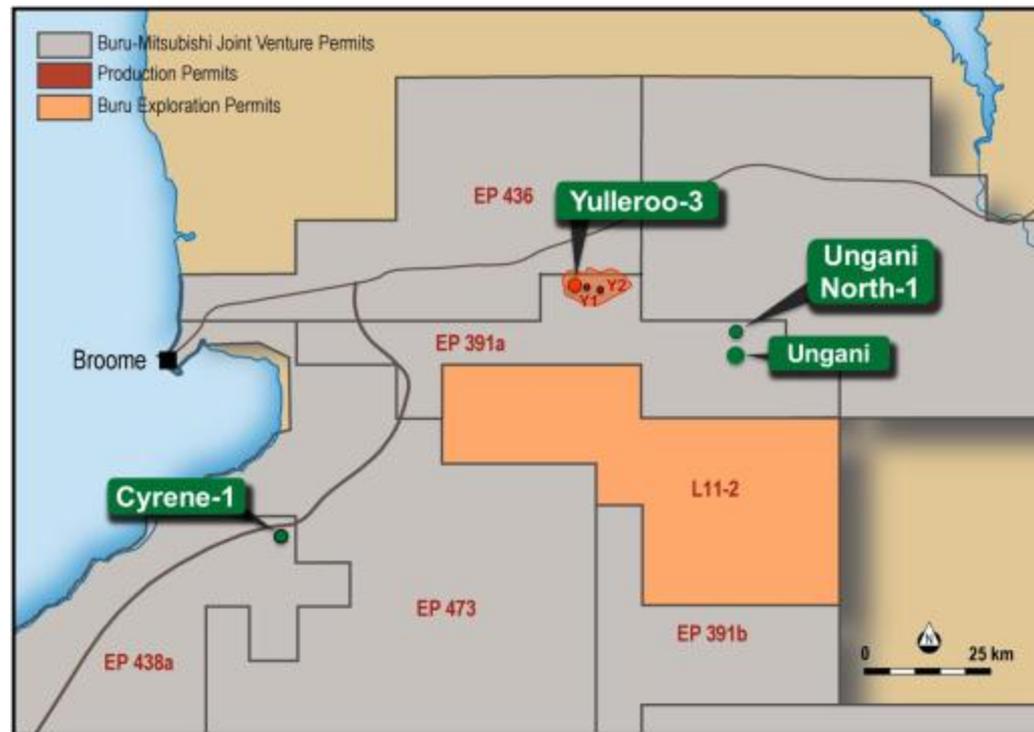
Sampling oil from Ungani-1



Ungani location with illustrative leads and prospects

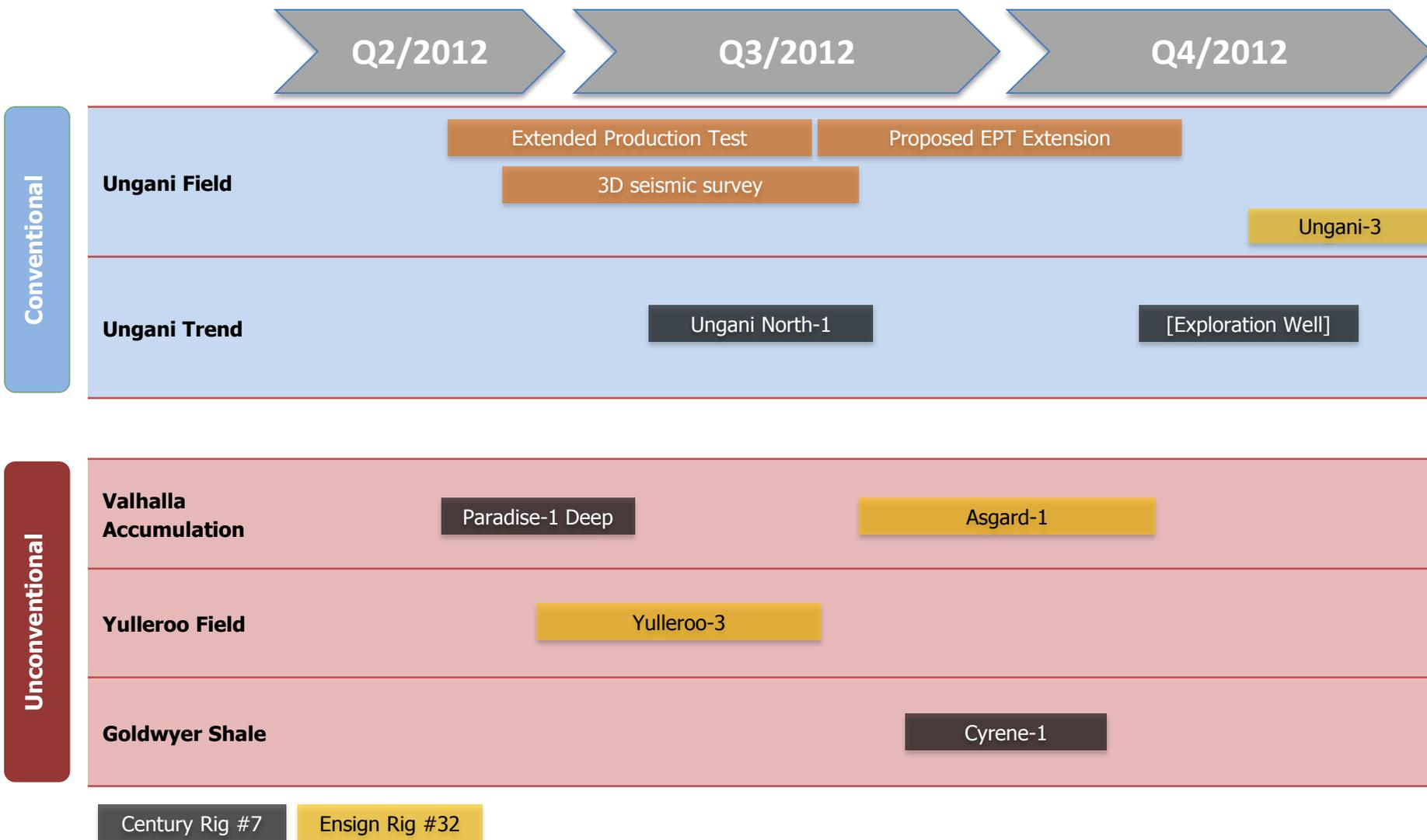
Next well to be drilled with Century Rig #7 testing a large conventional oil prospect

- Located ~6 km north of the Ungani Field within the Ungani “Declaration of Location” graticular blocks
- Ungani North structure has the potential to hold a mean recoverable volume of 30 MMbbls of oil, if hydrocarbons are present
- Reservoir objective for Ungani North is the same Ungani Dolomite section that was oil bearing in the Ungani Field
- Will also be a further test of the reservoir development of the Nullara Formation which had good oil and gas shows in the Ungani Field wells but with poor reservoir development at that location
- Ungani North is located on an independent closure separate but adjacent to the Ungani Field, therefore success or otherwise of this well has no impact on the size or reserves of the Ungani Field
- A conventional oil discovery could be commercialised in parallel with the Ungani Field



Ungani North-1 location

Aggressive 2012 Appraisal and Exploration Program



Note: All of Buru's operations and activities are subject to joint venture, regulatory and other approvals and their timing and order may also be affected by weather, availability of equipment and materials and land access arrangements, including native title arrangements.

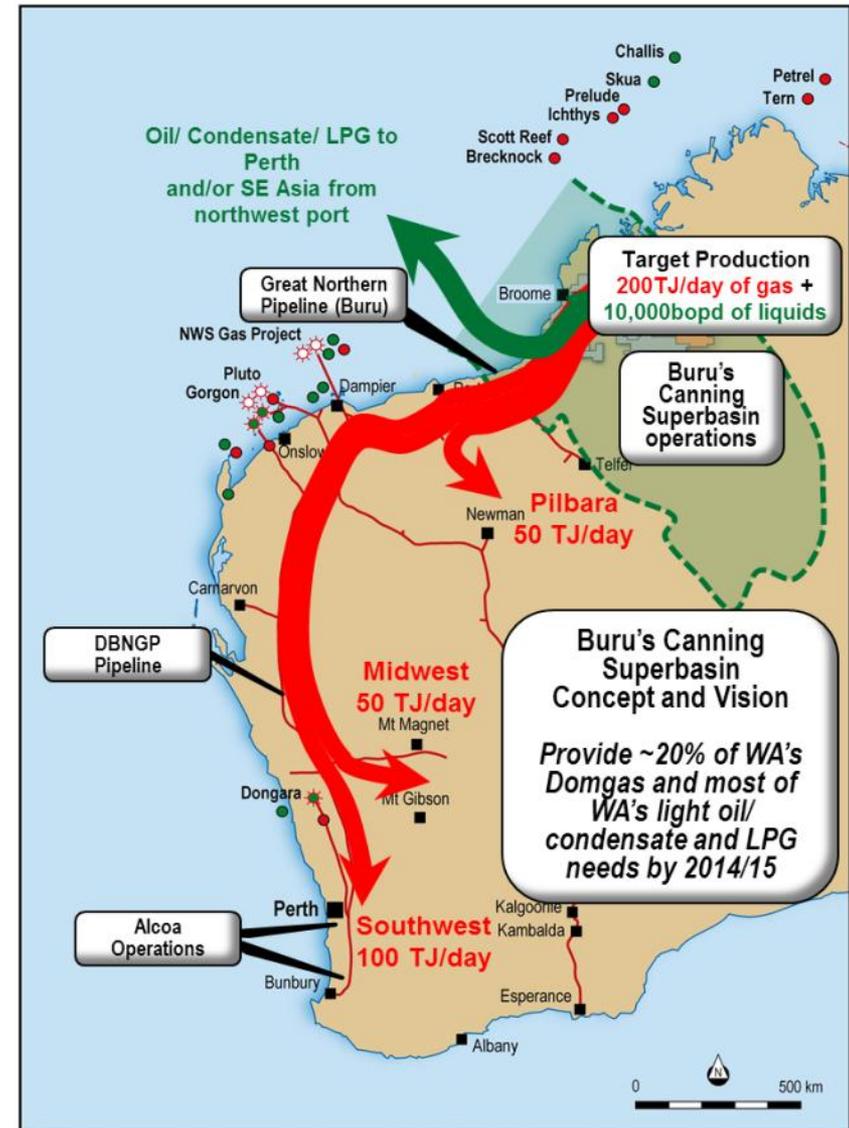
Buru's focused and well developed business plan is being successfully executed by bringing resources into production

Oil

- Ungani Field "Location" declared by the DMP – the first step in obtaining a Production Licence
- Production Licence application now submitted commencing native title negotiation for an access and compensation agreement with Traditional Owners
- Extended production test successfully commenced
- 3D seismic and appraisal drilling to follow later in 2012
- Initial reserves estimates by end of 2012
- FEED process for commitment to full field development underway
- Staged ramp up to full field production on track for mid-2013

Gas

- Success at Valhalla and Yulleroo has demonstrated resource volumes sufficient for commercialisation
- Appraisal work in 2012 designed to prove up resources
- Existing FEED study being extended to Valhalla accumulation due to scale of resource
- On ground environmental and regulatory work commenced for the construction of the Great Northern Pipeline
- Engineering pre-planning for the construction of the pipeline has commenced
- Target of first gas 2014/2015



Sources of funds

- Approximately A\$14 million cash available from existing sources
- Plus A\$50 million of funds raised from the Institutional Placement

Use of funds

- Proceeds raised under the Institutional Placement will be used to continue and to expand Buru's exploration, appraisal and development program in the Canning Superbasin, with the funds being applied to the ongoing appraisal of the Ungani Field and the drilling of further exploration wells in both the Ungani oil trend and on new play types
- The proceeds will also be used to fund the initial phase of the gas commercialisation planning process for Valhalla and Yulleroo
- Funds will provide flexibility to immediately follow up discoveries made during 2012 and provide Buru with the ability to participate in any further consolidation of the Canning Superbasin acreage
- Following the Institutional Placement, Buru expects to be fully funded for its 2012 program, and for part of its 2013 program

Institutional Placement size	<ul style="list-style-type: none"> • Institutional Placement to raise approximately A\$50 million <ul style="list-style-type: none"> – 16.7 million shares offered – Approximately 7.1% of issued share capital
Institutional Placement Offer price	<ul style="list-style-type: none"> • Price to be determined via fixed price bookbuild, from an underwritten floor price of A\$3.00 per share <ul style="list-style-type: none"> – 7.1% discount to the 5-day VWAP of A\$3.23
Underwriting	<ul style="list-style-type: none"> • The Institutional Placement is fully underwritten by J.P. Morgan
Ranking	<ul style="list-style-type: none"> • New shares issued pursuant to the Institutional Placement (New Shares) will rank equally with existing shares on issues
Key dates¹	<ul style="list-style-type: none"> • Announcement, books open – 14 June 2012 • Bookbuild completion announcement – 15 June 2012 • Offer settlement – 20 June 2012 • Allotment and commencement of trading of new shares on ASX – 21 June 2012

¹ All dates are indicative and are subject to change

Appendix



International Offer Restrictions

This document does not constitute an offer of new ordinary shares ("New Shares") of the Company in any jurisdiction in which it would be unlawful. New Shares may not be offered or sold in any country outside Australia except to the extent permitted below.

Canada (British Columbia, Ontario and Quebec provinces)

This document constitutes an offering of New Shares only in the Provinces of British Columbia, Ontario and Quebec (the "Provinces") and to those persons to whom they may be lawfully distributed in the Provinces, and only by persons permitted to sell such New Shares. This document is not, and under no circumstances is to be construed as, an advertisement or a public offering of securities in the Provinces. This document may only be distributed in the Provinces to persons that are "accredited investors" within the meaning of NI 45-106 – *Prospectus and Registration Exemptions*, of the Canadian Securities Administrators.

No securities commission or similar authority in the Provinces has reviewed or in any way passed upon this document, the merits of the New Shares or the offering of New Shares and any representation to the contrary is an offence.

No prospectus has been, or will be, filed in the Provinces with respect to the offering of New Shares and the resale of such securities. Any person in the Provinces lawfully participating in the offer will not receive the information, legal rights or protections that would be afforded had a prospectus been filed and receipted by the securities regulator in the applicable Province. Furthermore, any resale of the New Shares in the Provinces must be made in accordance with applicable Canadian securities laws which may require resales to be made in accordance with exemptions from dealer registration and prospectus requirements. These resale restrictions may in some circumstances apply to resales of the New Shares outside Canada and, as a result, Canadian purchasers should seek legal advice prior to any resale of the New Shares.

The Company, and the directors and officers of the Company, may be located outside Canada, and as a result, it may not be possible for Canadian purchasers to effect service of process within Canada upon the Company or its directors or officers. All or a substantial portion of the assets of the Company and such persons may be located outside Canada, and as a result, it may not be possible to satisfy a judgment against the Company or such persons in Canada or to enforce a judgment obtained in Canadian courts against the Company or such persons outside Canada.

Any financial information contained in this document has been prepared in

accordance with Australian Accounting Standards and also comply with International Financial Reporting Standards and interpretations issued by the International Accounting Standards Board. Unless stated otherwise, all dollar amounts contained in this document are in Australian dollars.

Statutory rights of action for damages or rescission

Securities legislation in certain of the Provinces may provide purchasers with, in addition to any other rights they may have at law, rights of rescission or to damages, or both, when an offering memorandum that is delivered to purchasers contains a misrepresentation. These rights and remedies must be exercised within prescribed time limits and are subject to the defenses contained in applicable securities legislation. Prospective purchasers should refer to the applicable provisions of the securities legislation of their respective Province for the particulars of these rights or consult with a legal adviser.

The following is a summary of the statutory rights of rescission or to damages, or both, available to purchasers in Ontario. In Ontario, every purchaser of the New Shares purchased pursuant to this document (other than (a) a "Canadian financial institution" or a "Schedule III bank" (each as defined in NI 45-106), (b) the Business Development Bank of Canada or (c) a subsidiary of any person referred to in (a) or (b) above, if the person owns all the voting securities of the subsidiary, except the voting securities required by law to be owned by the directors of that subsidiary) shall have a statutory right of action for damages and/or rescission against the Company if this document or any amendment thereto contains a misrepresentation. If a purchaser elects to exercise the right of action for rescission, the purchaser will have no right of action for damages against the Company. This right of action for rescission or damages is in addition to and without derogation from any other right the purchaser may have at law. In particular, Section 130.1 of the Securities Act (Ontario) provides that, if this document contains a misrepresentation, a purchaser who purchases the New Shares during the period of distribution shall be deemed to have relied on the misrepresentation if it was a misrepresentation at the time of purchase and has a right of action for damages or, alternatively, may elect to exercise a right of rescission against the Company, provided that (a) the Company will not be liable if it proves that the purchaser purchased the New Shares with knowledge of the misrepresentation; (b) in an action for damages, the Company is not liable for all or any portion of the damages that the Company proves does not represent the depreciation in value of the New Shares as a result of the misrepresentation relied upon; and (c) in no case shall the amount recoverable exceed the price at which the New Shares were offered.

Section 138 of the *Securities Act* (Ontario) provides that no action shall be commenced to enforce these rights more than (a) in the case of any action for rescission, 180 days after the date of the transaction that gave rise to the cause of action or (b) in the case of any action, other than an action for rescission, the earlier of (i) 180 days after the purchaser first had knowledge of the fact giving rise to the cause of action or (ii) three years after the date of the transaction that gave rise to the cause of action. These rights are in addition to and not in derogation from any other right the purchaser may have.

Certain Canadian income tax considerations. Prospective purchasers of the New Shares should consult their own tax adviser with respect to any taxes payable in connection with the acquisition, holding, or disposition of the New Shares as any discussion of taxation related matters in this document is not a comprehensive description and there are a number of substantive Canadian tax compliance requirements for investors in the Provinces.

Language of documents in Canada. Upon receipt of this document, each investor in Canada hereby confirms that it has expressly requested that all documents evidencing or relating in any way to the sale of the New Shares (including for greater certainty any purchase confirmation or any notice) be drawn up in the English language only. *Par la réception de ce document, chaque investisseur canadien confirme par les présentes qu'il a expressément exigé que tous les documents faisant foi ou se rapportant de quelque manière que ce soit à la vente des valeurs mobilières décrites aux présentes (incluant, pour plus de certitude, toute confirmation d'achat ou tout avis) soient rédigés en anglais seulement.*

European Economic Area - Belgium, Germany, Luxembourg and Netherlands

The information in this document has been prepared on the basis that all offers of New Shares will be made pursuant to an exemption under the Directive 2003/71/EC ("Prospectus Directive"), as implemented in Member States of the European Economic Area (each, a "Relevant Member State"), from the requirement to produce a prospectus for offers of securities.

An offer to the public of New Shares has not been made, and may not be made, in a Relevant Member State except pursuant to one of the following exemptions under the Prospectus Directive as implemented in that Relevant Member State:

- a) to legal entities that are authorised or regulated to operate in the financial markets or, if not so authorised or regulated, whose corporate purpose is solely to invest in securities;
- b) to any legal entity that has two or more of (i) an average of at least 250 employees during its last fiscal year; (ii) a total balance sheet of more than

€43,000,000 (as shown on its last annual unconsolidated or consolidated financial statements) and (iii) an annual net turnover of more than €50,000,000 (as shown on its last annual unconsolidated or consolidated financial statements);

- c) to fewer than 100 natural or legal persons (other than qualified investors within the meaning of Article 2(1)(e) of the Prospectus Directive) subject to obtaining the prior consent of the Company or any underwriter for any such offer; or
- d) in any other circumstances falling within Article 3(2) of the Prospectus Directive, provided that no such offer of New Shares shall result in a requirement for the publication by the Company of a prospectus pursuant to Article 3 of the Prospectus Directive.

France

This document is not being distributed in the context of a public offering of financial securities (offre au public de titres financiers) in France within the meaning of Article L.411-1 of the French Monetary and Financial Code (Code monétaire et financier) and Articles 211-1 *et seq.* of the General Regulation of the French Autorité des marchés financiers ("AMF"). The New Shares have not been offered or sold and will not be offered or sold, directly or indirectly, to the public in France.

This document and any other offering material relating to the New Shares have not been, and will not be, submitted to the AMF for approval in France and, accordingly, may not be distributed (directly or indirectly) to the public in France.

Such offers, sales and distributions have been and shall only be made in France to (i) qualified investors (investisseurs qualifiés) acting for their own account, as defined in and in accordance with Articles L.411-2-II-2° and D.411-1 to D.411-3, D.744-1, D.754-1 and D.764-1 of the French Monetary and Financial Code and any implementing regulation and/or (ii) a restricted number of non-qualified investors (cercle restreint d'investisseurs) acting for their own account, as defined in and in accordance with Articles L.411-2-II-2° and D.411-4, D.744-1, D.754-1 and D.764-1 of the French Monetary and Financial Code and any implementing regulation.

Pursuant to Article 211-3 of the General Regulation of the AMF, investors in France are informed that the New Shares cannot be distributed (directly or indirectly) to the public by the investors otherwise than in accordance with Articles L.411-1, L.411-2, L.412-1 and L.621-8 to L.621-8-3 of the French Monetary and Financial Code.

Hong Kong

WARNING: This document has not been, and will not be, registered as a prospectus under the Companies Ordinance (Cap. 32) of Hong Kong (the "Companies Ordinance"), nor has it been authorised by the Securities and Futures Commission in Hong Kong pursuant to the Securities and Futures Ordinance (Cap. 571) of the Laws of Hong Kong (the "SFO"). No action has been taken in Hong Kong to authorise or register this document or to permit the distribution of this document or any documents issued in connection with it. Accordingly, the New Shares have not been and will not be offered or sold in Hong Kong other than (i) to "professional investors" (as defined in the SFO) or (ii) in other circumstances that do not result in this document being a "prospectus" (as defined in the Companies Ordinance) or that do not constitute an offer to the public within the meaning of that ordinance.

No advertisement, invitation or document relating to the New Shares has been or will be issued, or has been or will be in the possession of any person for the purpose of issue, in Hong Kong or elsewhere that is directed at, or the contents of which are likely to be accessed or read by, the public of Hong Kong (except if permitted to do so under the securities laws of Hong Kong) other than with respect to New Shares that are or are intended to be disposed of only to persons outside Hong Kong or only to professional investors (as defined in the SFO and any rules made under that ordinance). No person allotted New Shares may sell, or offer to sell, such securities in circumstances that amount to an offer to the public in Hong Kong within six months following the date of issue of such securities.

The contents of this document have not been reviewed by any Hong Kong regulatory authority. You are advised to exercise caution in relation to the offer. If you are in doubt about any contents of this document, you should obtain independent professional advice.

New Zealand

This document has not been registered, filed with or approved by any New Zealand regulatory authority under or in accordance with the Securities Act 1978 (New Zealand). The New Shares are not being offered or sold within New Zealand, or allotted with a view to being offered for sale in New Zealand, and no person in New Zealand may accept a placement of New Shares other than to:

- persons whose principal business is the investment of money or who, in the course of and for the purposes of their business, habitually invest money; or
- persons who are each required to (i) pay a minimum subscription price of at least NZ\$500,000 for the securities before allotment or (ii) have previously

paid a minimum subscription price of at least NZ\$500,000 for securities of the Company ("initial securities") in a single transaction before the allotment of such initial securities and such allotment was not more than 18 months prior to the date of this document.

Singapore

This document and any other materials relating to the New Shares have not been, and will not be, lodged or registered as a prospectus in Singapore with the Monetary Authority of Singapore. Accordingly, this document and any other document or materials in connection with the offer or sale, or invitation for subscription or purchase, of New Shares, may not be issued, circulated or distributed, nor may the New Shares be offered or sold, or be made the subject of an invitation for subscription or purchase, whether directly or indirectly, to persons in Singapore except pursuant to and in accordance with exemptions in Subdivision (4) Division 1, Part XIII of the Securities and Futures Act, Chapter 289 of Singapore (the "SFA"), or as otherwise pursuant to, and in accordance with the conditions of any other applicable provisions of the SFA.

This document has been given to you on the basis that you are (i) an existing holder of the Company's shares, (ii) an "institutional investor" (as defined in the SFA) or (iii) a "relevant person" (as defined in section 275(2) of the SFA). In the event that you are not an investor falling within any of the categories set out above, please return this document immediately. You may not forward or circulate this document to any other person in Singapore.

Any offer is not made to you with a view to the New Shares being subsequently offered for sale to any other party. There are on-sale restrictions in Singapore that may be applicable to investors who acquire New Shares. As such, investors are advised to acquaint themselves with the SFA provisions relating to resale restrictions in Singapore and comply accordingly.

Switzerland

The New Shares may not be publicly offered in Switzerland and will not be listed on the SIX Swiss Exchange ("SIX") or on any other stock exchange or regulated trading facility in Switzerland. This document has been prepared without regard to the disclosure standards for issuance prospectuses under art. 652a or art. 1156 of the Swiss Code of Obligations or the disclosure standards for listing prospectuses under art. 27 ff. of the SIX Listing Rules or the listing rules of any other stock exchange or regulated trading facility in Switzerland. Neither this document nor any other offering or marketing material relating to the New Shares may be publicly distributed or otherwise made publicly available in Switzerland.

Neither this document nor any other offering or marketing material relating to the New Shares have been or will be filed with or approved by any Swiss regulatory authority. In particular, this document will not be filed with, and the offer of New Shares will not be supervised by, the Swiss Financial Market Supervisory Authority (FINMA).

This document is personal to the recipient only and not for general circulation in Switzerland.

United Kingdom

Neither the information in this document nor any other document relating to the offer has been delivered for approval to the Financial Services Authority in the United Kingdom and no prospectus (within the meaning of section 85 of the Financial Services and Markets Act 2000, as amended ("FSMA")) has been published or is intended to be published in respect of the New Shares. This document is issued on a confidential basis to "qualified investors" (within the meaning of section 86(7) of FSMA) in the United Kingdom, and the New Shares may not be offered or sold in the United Kingdom by means of this document, any accompanying letter or any other document, except in circumstances which do not require the publication of a prospectus pursuant to section 86(1) FSMA. This document should not be distributed, published or reproduced, in whole or in part, nor may its contents be disclosed by recipients to any other person in the United Kingdom.

Any invitation or inducement to engage in investment activity (within the meaning of section 21 of FSMA) received in connection with the issue or sale of the New Shares has only been communicated or caused to be communicated and will only be communicated or caused to be communicated in the United Kingdom in circumstances in which section 21(1) of FSMA does not apply to the Company.

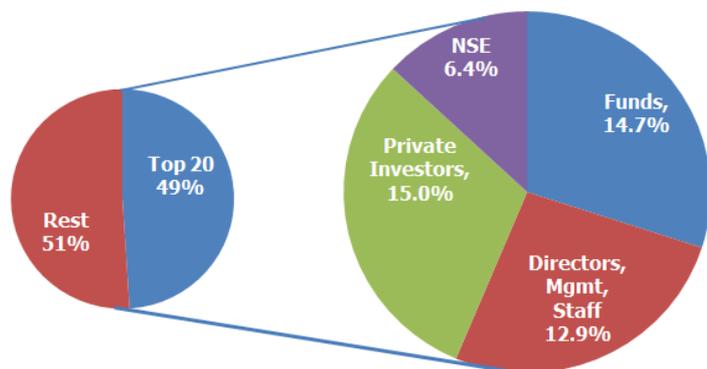
In the United Kingdom, this document is being distributed only to, and is directed at, persons (i) who have professional experience in matters relating to investments falling within Article 19(5) (investment professionals) of the Financial Services and Markets Act 2000 (Financial Promotions) Order 2005 ("FPO"), (ii) who fall within the categories of persons referred to in Article 49(2)(a) to (d) (high net worth companies, unincorporated associations, etc.) of the FPO or (iii) to whom it may otherwise be lawfully communicated (together "relevant persons"). The investments to which this document relates are available only to, and any invitation, offer or agreement to purchase will be engaged in only with, relevant persons. Any person who is not a relevant person should not act or rely on this document or any of its contents.

United States

This document may not be released or distributed in the United States. This document does not constitute an offer to sell, or a solicitation of an offer to buy, securities in the United States. Any securities described in this document have not been, and will not be, registered under the US Securities Act of 1933 and may not be offered or sold in the United States except in transactions exempt from, or not subject to, registration under the US Securities Act and applicable US state securities laws.

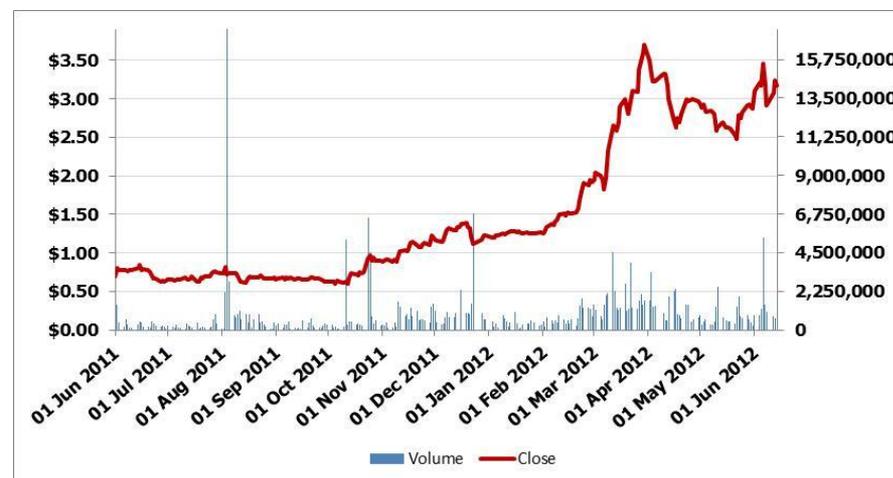
Activity provides continuing re-rating potential

- Listed on Australian Securities Exchange (ticker BRU), included in S&P/ASX All Australian 200 index
- Tightly held shareholder register transitioning to greater representation by institutional investors
- Experienced and effective local operator
- Well funded with major farm-in partner (Mitsubishi Corp)
 - Mitsubishi funding A\$40m of first A\$50m of unconventional exploration in 2012
 - Additional A\$50m carry from Mitsubishi for development
- Experienced and aligned board and management with successful track record of developing Australian E&P companies (Discovery Petroleum, ARC Energy, Adelphi Energy)



Shareholder spread

Quick Facts	
Share price (14 June 2012)	A\$3.21
Shares	234,340,477
Staff options (warrants) unlisted	13,730,000
Market cap	A\$752 million
Available cash	A\$14 million
Debt	Nil
Average daily volume (3 month)	1,200,550



12 month price and volume

Board of Directors



Chairman

Graham Riley; B Jur, LLB

Graham started his career as a lawyer, joining the commercial law firm of Downing & Downing in 1976. After 10 years of legal practice he resigned to pursue his growing interests in the resources sector. Graham has been responsible for the foundation and growth of a number of petroleum and mining companies, including as a founding Non-Executive Director of ARC Energy and Adelphi Energy. Graham was Chairman of Giralia Resources and Red Hill Iron. He is currently the Chairman of Gascoyne Resources Limited, Non-Executive Director of Target Energy Limited and Non-Executive Chairman of Entek Energy Limited.



Executive Director

Eric Streitberg; BSc (App Geoph), FAusIMM, FAICD

Eric has over 38 years' experience in petroleum geology and geophysics and the management of petroleum companies. He was Managing Director of ARC Energy and CEO/Managing Director of Discovery Petroleum (both ASX listed companies he founded).

He was also a founding Non-Executive Director of Adelphi Energy Ltd, an early participant in the Eagle Ford unconventional gas and oil play in Texas. He has previously worked in South America, Canada, Libya, the UK, the US and Australia with BP and Occidental Petroleum. Eric is former Chairman and current member of the APPEA Council, Australia's peak oil and gas representative body.



Non-Executive Director

Hon. Peter Jones A.M.

Peter has over 30 years involvement in the Western Australian resources sector across both business and government. During his time as a member of the Western Australian Parliament, from 1974 to 1986, Peter held several senior ministerial portfolios including serving as Minister for Resources Development, Mines, Fuel and Energy.

Since leaving Parliament, Peter has been actively involved in business serving as a Non-Executive Director and Chairman of a number of listed companies, including as founding Chairman of ARC Energy.

Senior Management

Tom Streitberg, Chief Operating Officer & Company Secretary (BA, LLB, Ffin)

Tom was appointed to the position of Company Secretary, Chief Commercial Officer and Chief Financial Officer in December 2009. He has a legal and corporate finance background, having previously worked in the Sydney offices of both a major Australian law firm and an international investment bank providing advice on mergers and acquisitions and capital raisings. From 2004, he acted as a consultant to the Australian oil and gas sector, providing corporate and commercial advice to listed companies, including Buru. He is currently the company's Chief Operating Officer.

Marie Malaxos, General Manager - Production and Operations (BEng)

Marie completed the greenfields development of the Hovea and Eremia oil fields in the Perth Basin, the last onshore oil fields to be developed in Western Australia. Marie was also responsible for the development of the Xyris gas field and the associated gas infrastructure in the Perth Basin. She has over 25 years of technical, consulting and management experience through roles with the Dampier to Bunbury and the Goldfields and Parmelia pipelines.

Senior Exploration Team

Peter Edwards, Exploration Advisor (BSc (Geology) MSc (Geophysics))

Peter has over 21 years' experience in petroleum exploration, primarily with Exxon Corporation and its affiliates. His areas of specialisation are basin systems analysis, seismic stratigraphy and hydrocarbon asset evaluation.

Darryl Kingsley, Exploration Advisor (BSc (Geophysics))

Darryl has over 38 years' experience in petroleum exploration, including 17 years with Woodside Energy Limited where his last position was Portfolio Manager for the Woodside Group of companies. His areas of specialisation are asset valuation and portfolio management, basin systems analysis, and seismic interpretation.

Steve Broome, Reservoir Engineering Advisor (BEng)

Steve has over 12 years' experience in petroleum exploration, primarily with Schlumberger (Australia, USA, Scotland) and ARC Energy / AWE (Australia). His areas of specialisation are petroleum engineering and unconventional resource exploration.