



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) 29 December 2011

WEEKLY DRILLING PROGRESS REPORT UNGANI-2

Buru Energy Limited (“**Buru**” or “**Company**”) provides the following weekly update on drilling operations at the Ungani-2 well as at 06:00hrs, 29 December 2011 (AWST).

The Ungani-2 well is the fourth well in the Buru – Mitsubishi Corporation (“**MC**”) 2011 Joint Exploration Program. Buru and MC each have a 50% working and paying interest in this well and in EP 391.

Since the last progress report, 7” production casing has been run to 2,235 metres measured depth. and 2½” production tubing has been run in preparation for the well to be placed on cleanup flow. It is expected that the results of the cleanup flow will be available on Tuesday, 3 January and a release to the market made as soon as practicable following a review and analysis of those results.

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

UNGANI-2

PERMIT	The Ungani-2 well is located in exploration permit EP 391. A map showing the location of the well is set out below.
WELL LOCATION	<p>Surface Location:</p> <p>Latitude: 17° 59' 25.8"S Northing: 8010859m</p> <p>Longitude: 123° 09' 50.6"E Easting: 517367m</p> <p>Target bottom hole location:</p> <p>Latitude: 17° 59' 11.5"S Northing: 8011298m</p> <p>Longitude: 123° 09' 59.4"E Easting: 517627m</p>
BURU'S INTEREST	Buru Energy Limited holds a 50% interest in the well.
DATE OF PROGRESS REPORT	06:00hrs, 29 December 2011 (AWST)
CURRENT DEPTH	2,278 metres (2,205 metres TVDRT) (plug back depth)
SPUD DATE	2 November 2011
DAYS SINCE SPUD	57
OPERATIONS SINCE LAST PROGRESS REPORT	Since the last progress report, 7" production casing has been run to 2,235 metres measured depth and 2 $\frac{3}{8}$ " production tubing was being run in preparation for the well to be placed on cleanup flow.
FORWARD OPERATIONS	.Rig up for cleanup flow, flow well.

LOCATION MAP – UNGANI-2

