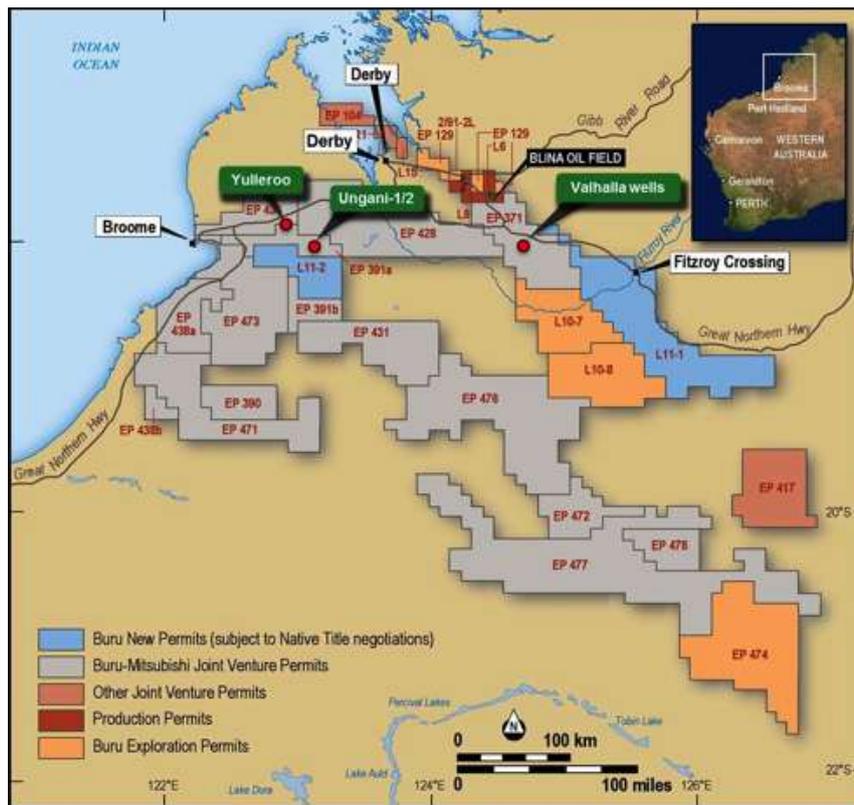


ASX ANNOUNCEMENT (ASX: BRU) 23 February 2012

Buru Enhances its Canning Superbasin Exploration Portfolio

Buru Energy Limited (“**Buru**” or “**Company**”) is pleased to announce that it has been successful in the the recent acreage bid round in the Canning Superbasin, and has been offered two new permits. These permits cover areas with very significant prospectivity and extend the Company’s acreage position over the proven Ungani oil play and the Vahalla wet gas play as well as over the Goldwyer Shale where it is interpreted to lie in the oil window.



Canning Superbasin showing location of L11-1 and L11-2

The two new permits, L11-1 and L11-2 will increase Buru’s net equity acreage position in the Canning Superbasin to some 57,830 sq km or over 14 million acres:

- **L11-2** lies immediately adjacent to the south and west of Buru’s recent Ungani oil discovery, and provides additional exposure to this exciting new oil play, as well as containing a significant additional area of prospectivity for the Goldwyer Shale where it is interpreted to lie in the oil window.
- **L11-1** contains a potentially important extension of the Valhalla regional wet gas accumulation which has been recently confirmed and enhanced by the Valhalla North-1 well, together with a number of other exploration plays that have been developed by Buru.

The award of these new permits is in addition to the two exploration permits, L10-7 and L10-8 which were awarded to Buru in September 2011. Collectively, these new permits confirm and enhance the Company's dominant acreage position in the most prospective parts of the Canning Superbasin.

The offer of the two new permits by the Department of Mines and Petroleum to Buru as a preferred applicant was the outcome of a strongly competitive bid process.

Final award of the permits is subject to completion of negotiations with Traditional Owners under the *Native Title Act 1993* (Cth).

Commenting on Buru's status as preferred applicant, Buru's Executive Director, Eric Streitberg, said:

"We are delighted to have been the successful bidder in what was another highly competitive bid round. Buru's successful bids reflect its operating and financial capability, and its outstanding and unique track record in exploration in the Canning Superbasin, which has delivered some very exciting results in the past 12 months, substantially increasing the prospectivity of this new acreage and the Superbasin in general.

Buru has a very extensive appraisal and development portfolio backed up by a deep portfolio of high value exploration targets, which these new permits substantially add to.

This portfolio includes proven resources at the Yulleroo wet gas field, very large potential resources in the Laurel Formation wet gas play, numerous prospects in the new play type defined by the Ungani oil discovery, as well as significant exposure to the oil prone section of the Goldwyer Shale play.

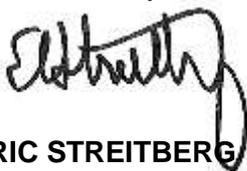
Buru's recent success in the Canning Superbasin has confirmed it as the most exciting basin onshore in Australia. We look forward to continuing success during our aggressive appraisal and exploration programs, including those on these new permits."

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

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Yours faithfully



ERIC STREITBERG
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