



**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](http://www.buruenergy.com)

## **ASX ANNOUNCEMENT (ASX: BRU)      10 August 2011**

### **COMMENCEMENT OF DRILLING OPERATIONS PICTOR EAST-1**

---

Buru Energy Limited (“**Buru**” or “**Company**”) advises that drilling operations at the Pictor East-1 well commenced at 19:00 hrs, 9 August 2011 (AWST).

The Pictor East-1 well is the second well in the Buru – Mitsubishi Corporation (“**MC**”) 2011 Joint Exploration Program. Buru and MC each have a 50% interest in this well and in EP 431, with MC contributing 80% of the cost of the well under the terms of its farm-in agreement with Buru.

Pictor East-1 is an appraisal of the Pictor-1 well drilled by BHP in 1984. Pictor East-1 has two targets:

- the Nita Formation reservoir which tested oil and gas in the Pictor-1 well; and
- the deeper Acacia Formation reservoir, which is considered prospective for oil.

The target reservoirs have the potential to hold up to 10 million barrels of recoverable oil on a P50 basis, if hydrocarbons are present.

The well will be drilled to a total depth of 1,700 metres and is expected to take 21 days to drill on a dry hole basis.<sup>1</sup> The well is being drilled by Century Rig #7.

The first drilling progress report for the well is attached. During the course of drilling operations, drilling progress reports will be provided to the ASX each Thursday and as required upon the occurrence of any material event. The Company expects to issue the next drilling progress report on 18 August 2011 unless a material event occurs in the interim.

Further information on the Company is available at: [www.buruenergy.com](http://www.buruenergy.com)

#### **For inquiries please contact:**

**Eric Streitberg Executive Director**  
**Telephone: +61 8 9215 1800**  
**Freecall: 1800 337 330**  
**Email: [ericstreitberg@buruenergy.com](mailto:ericstreitberg@buruenergy.com)**

---

<sup>1</sup> *Drilling dates and times in this ASX release are indicative only. The timing of drilling operations is subject to weather and operational factors.*

## PICTOR EAST-1

<b>PERMIT</b>	The Pictor East-1 well is located in exploration permit EP 431. A map showing the location of the well is set out below.
<b>WELL LOCATION</b>	18° 46' 14.3"S                      7924394mS 123° 43' 33.3"E                      576509mE
<b>BURU'S INTEREST</b>	Buru Energy Limited holds a 50% interest in the well.
<b>DATE OF PROGRESS REPORT</b>	06:00 hrs, 10 August 2011 (AWST)
<b>PROPOSED TOTAL DEPTH</b>	1,700m
<b>CURRENT DEPTH</b>	84m
<b>PROGNOSED TIME TO TOTAL DEPTH</b>	21 days
<b>SPUD DATE</b>	9 August 2011
<b>DAYS SINCE SPUD</b>	1 day
<b>CURRENT TARGET FORMATION</b>	Drilling ahead to the first target formation, being the Nita Formation reservoir which successfully tested oil and gas in the Pictor-1 well.
<b>OPERATIONS SINCE LAST PROGRESS REPORT</b>	Drilling Operations commenced at 19:00 hours, 9 August 2011 (AWST).
<b>HYDROCARBON INDICATIONS</b>	None. None predicted.
<b>FORWARD OPERATIONS</b>	The well is currently drilling ahead to the first casing point expected to be at 450 metres.

### LOCATION MAP – PICTOR EAST-1

