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Buru Energy (ASX:BRU) to pocket \$4.1m from Ungani oil lifting, Rafael-1 flow testing to move forward

ASX News, Energy

ASX:BRU MCAP \$113.0M



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Executive Chairman, Eric Streitberg
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- Junior oil and gas play Buru Energy (BRU) flags a potential \$4.1 million in revenue to hit its books from crude oil lifted from its Canning Basin operations in Western Australia
- The company says the latest lifting of Ungani crude oil from WA's Wyndham Port was completed on February 6 for roughly 70,000 barrels
- BP Singapore has purchased the crude oil, and Buru is entitled to the revenue from half of these barrels based on a 50/50 joint venture partnership with Roc Oil
- Meanwhile, important flow-testing work at Buru's Rafael-1 well is now on track for completion in late February following delays related to WA's hard border extension
- Shares in Buru Energy are up 2.38 per cent to 21.5 cents each at 11:58 am AEDT

Junior oil and gas play Buru Energy (BRU) has flagged a potential \$4.1 million in revenue to hit its books from crude oil lifted from its Canning Basin operations in Western Australia.

The news was announced in tandem with an update on the Rafael 1 well, also in Buru's Ungani oilfield in WA's Kimberley region, which is on track for an important flow testing operation towards the end of the month.

Ungani oil field lifting

Buru said the latest lifting of Ungani crude oil from WA's Wyndham Port was completed early on February 6 for roughly 70,000 barrels.

Buru owns 50 per cent of the Ungani Oilfield operations in a joint venture (JV) partnership with Roc Oil.

This means Buru's cut of the latest oil lifting is half of the 70,000 barrels.

The company said, as per a marketing agreement with BP Singapore, BP has bought the crude oil and will deliver it to a refinery in Southeast Asia.

The sale price for the oil is based on the price of Brent crude, which has surged over the start of 2022.

As such, Buru said given the current "very strong" Brent price, its 50-per-cent revenue share from the oil lifting should amount to roughly \$4.1 million.

Rafael 1 flow testing

Buru told investors in January its planned [Rafael 1 work had been impacted](#) by an extended hard border in Western Australia.

The company had mobilised equipment for flow testing at the well before Christmas, with a specialist crew to fly over to WA from Queensland and South Australia to conduct the testing in early February. The unexpected border extension threw a spanner in the works.

Today, Buru said the specialist crew had mobilised in WA as planned but would need to undertake 14 days of quarantine before they can step on site.

Buru said once the quarantine and COVID testing requirements had been completed by the crew, it would take roughly 10 days to complete the Rafael-1 flow testing.

“The test program will include a series of flow periods and shut-ins to determine reservoir parameters, and the preliminary results are expected to be announced shortly after it has been completed and the data has been reviewed,” Buru said in an announcement to the ASX.

In the meantime, Buru said sidetrack operations on the Ungani 8H well were proceeding as planned.

Shares in Buru Energy were up 2.38 per cent to 21.5 cents each at 11:58 am AEDT. The company has a \$118.5 million market cap.

BRU by the numbers



ASX (20min delay)				
Last		Change		Mkt cap ⓘ
23.5¢		▲ 0.025(11.9%)		\$113.0M
Open	High	Low	Value	Volume
22.0¢	24.5¢	22.0¢	\$678.8K	2.938M