



16 October 2018

Ungani West 1 Exploration Well Spuds

Buru Energy Limited (Buru Energy) is pleased to advise that the Ungani West 1 exploration well was spudded at 17:45 hours on Tuesday the 16th of October.

The Ungani West 1 well is located on Production License L20 some 1,600 metres to the west of the Ungani Production Facility. Buru Energy and Roc Oil (Canning) Pty Ltd (Roc Oil) each have a 50% equity interest in the well and in L20.

The Ungani West 1 well is being drilled by the DDGT1 rig to a total measured depth of ~2,400 metres. The well is expected to take 28 days to drill and is located on a separate structure which has been mapped on the Ungani 3D seismic volume. The well is located midway between the Ungani Oilfield and the Ungani Far West Oilfield which has also recently been brought on production (see attached map).

If successful, the well will be tied back to the Ungani Production Facility using pre-ordered materials to provide for early production from the well.

The first drilling progress report for the well is attached. During the course of drilling operations, weekly progress reports will be provided to the ASX and as required upon the occurrence of any material event.

Buru Energy's Executive Chairman, Eric Streitberg said:

"We are very pleased to be drilling this exploration well as part of the 2018 drilling campaign. The prospect is well located between two producing oil fields and we have also been proactive in ensuring we can get the well onto production quickly if it is a discovery to add to the production from the Ungani complex."

Visit www.buruenergy.com for information on Buru Energy's current and future activities.

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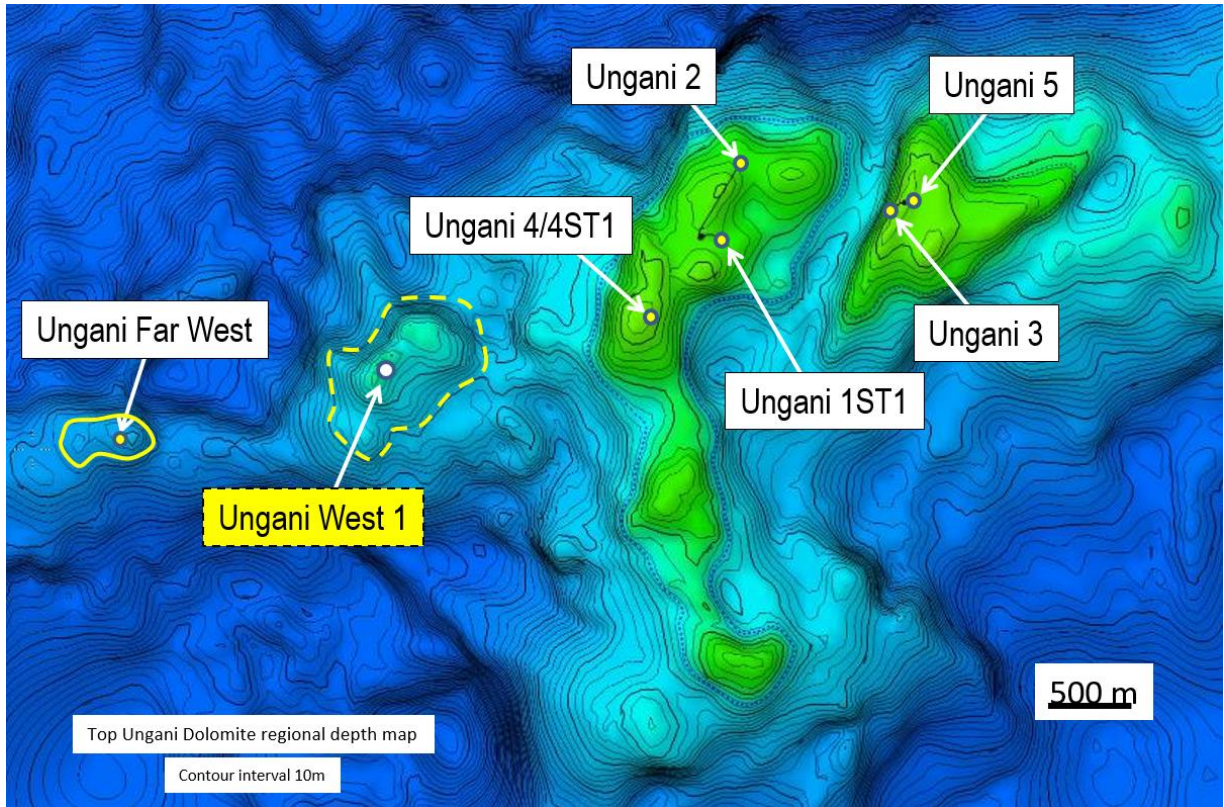
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Qualified Petroleum Resources Evaluator Statement

Except where otherwise noted, information in this release related to exploration and production results and petroleum resources is based on information compiled by Eric Streitberg who is an employee of Buru Energy Limited. Mr Streitberg is a Fellow of the Australian Institute of Mining and Metallurgy and the Australian Institute of Company Directors, and a member and Certified Petroleum Geologist of the American Association of Petroleum Geologists. He has over 40 years of relevant experience. Mr Streitberg consents to the inclusion of the information in this document.

Weekly Well Operations Report – Ungani 4ST1

Permit	The Ungani West 1 well is located in Production License L20 in the Canning Basin of northwestern Australia, 97 kms east of Broome. It is located some 1,600 metres west of the Ungani 1ST1 well.
Well Surface Location	Latitude: 17° 59' 43.2746"S Northing: 8,010,322 mN Longitude: 123° 09' 1.9443"E Easting: 515,937 mE
Buru Energy's Interest	Buru Energy Limited holds 50% interest in the well and L20 and is the operator.
Date of Progress Report	16 October 2018 (AWST)
Proposed Total Depth	+/- 2,400 metres MDRT
Current Depth	38.5 metres
Commencement Date	16 October 2018
Days Since Commencement	1 day
Target Formation	The objective of the well is the conventional Ungani Dolomite reservoir which is productive at the Ungani and Ungani Far West Oilfields.
Operations Since Last Progress Report	The well has been drilled ahead in 9 5/8 inch (244mm) hole to current depth of 38.5 metres. The current operation is drilling ahead to section TD of ~960 metres.
Hydrocarbons Indications	None – None expected.
Forward Operations	The surface casing string will be set at ~960 m. The surface section is being drilled using a "drilling with casing" system which provides an efficient method of installing surface casing. The hole size is 9 5/8 inches (244 mm) with a 7 5/8 (194 mm) casing drilling string.



Ungani area well location structure map



DDT1 Rig