



5 February 2018

Operations Update

Weather and road conditions

The recent rainfall events in the West Kimberley have resulted in the closure of both the Ungani access road and the Great Northern Highway in both directions from Broome, effectively isolating the town and the Ungani Field area. January was the wettest month on record for the Broome area, with 915.6mm of rain during the month, compared to an annual average for Broome of 615mm.

Ungani Field Production

Ungani production was shut in on 12 January when heavy vehicle movements were restricted on the Ungani access road due to the heavy rainfall. The continuing heavy rainfall means it will be at least a further two weeks and possibly up to four weeks before the road is suitable for heavy vehicle traffic.

Ungani 4 and 5 commissioning

The hookup of both wells requires access to the site for heavy vehicles and consequently this will not take place until the road is re-opened. However, the delay has allowed a modification to the program such that the Ungani 4 well will be connected and flowed directly into the facility rather than undertaking a stand alone production test on the well. The various zones in the well will then be tested by flow into the facility.

A similar program will be undertaken for Ungani 5. The well will be set up for flow when the Ungani 4 commissioning equipment is on site and then put on production into the facility as soon as the flowline is commissioned.

This program is considerably more cost effective than stand alone flow testing and will allow the oil to be immediately available for sale.

Executive Chairman's comments:

"We normally see a cyclone every 4 or 5 years and that can result in a short closure of the access road. To get two cyclones and a major cyclonic low in a row is unprecedented. It is very frustrating to be shut-in and not have Ungani 4 and 5 on production, but we are doing everything we can to be ready to go as soon as the road re-opens, and we will do our best to catch up on production for the rest of the year."

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

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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.