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ASX ANNOUNCEMENT (ASX: BRU) 4 September 2008

Company Presentation – RIU Good Oil Conference

Please find attached presentation made by the Chairman yesterday, 3 September 2008 at the RIU Good Oil Conference.

Further information on the company is available on the Buru website at:
www.buruenergy.com

For inquiries please contact:

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Freecall	1800 337 330
Email	adriancook@buruenergy.com

Yours faithfully,

A handwritten signature in black ink, appearing to read "Adrian Cook", written over a light grey circular watermark.

ADRIAN COOK
Managing Director



Buru Energy

CRACKING THE CANNING



Buru Energy

CRACKING THE CANNING

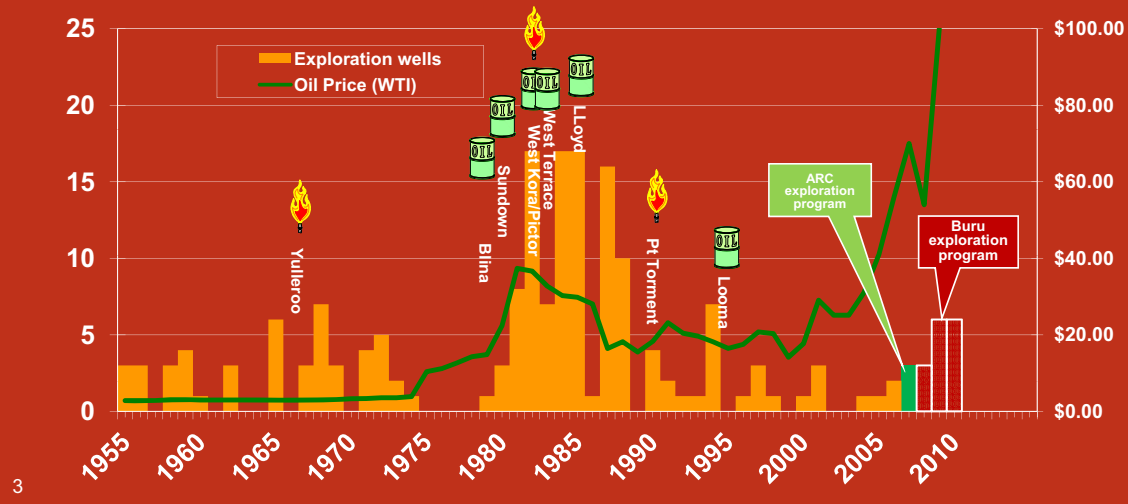
- **Why is now the time?**
- **What will it take?**
- **What are we doing?**
- **Why we will succeed!**

Canning Basin – Why now is the time!



▶ The Basin has effectively been “embargoed” for 20 years

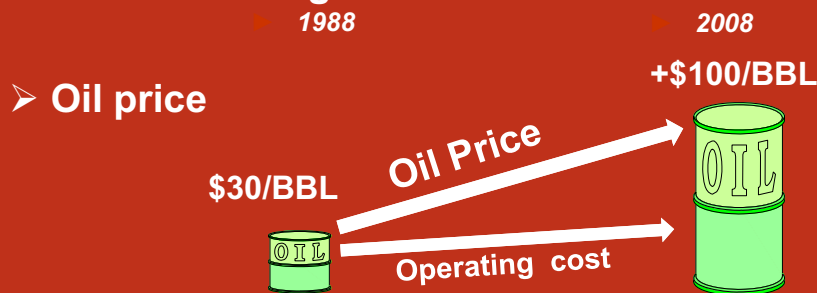
- Exploration in the Basin picked up in the early 80's with the increase in the oil price
- Oil price came off in the mid-80's followed by the stock market crash in 1987
- Just prior to the oil price downturn there was the first commercial oil discovery at Blina, followed with a number of smaller oil discoveries
- Low oil prices, poor equity markets and difficult native title negotiations (the perfect storm) killed exploration for 20 years



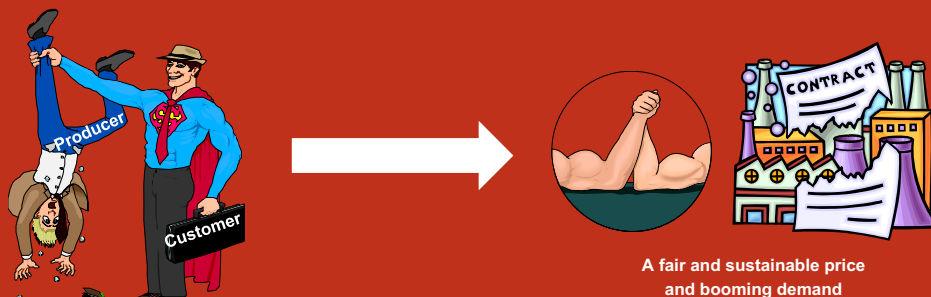
Canning Basin – Why now is the time!



▶ So what has changed?



➢ Gas – price and demand



Canning Basin – Why now is the time!



So what has changed?

➤ Data



Exploration in the Basin missed the digital revolution in the industry – Buru now has, for the first time, a full basin-wide digital data set

➤ Political transformation

1980 - seminal land rights confrontation on Noonkanbah Station



2007 - Neil Thompson of Buru and Dickey Cox of Noonkanbah sign the Heritage Agreement at Noonkanbah Station



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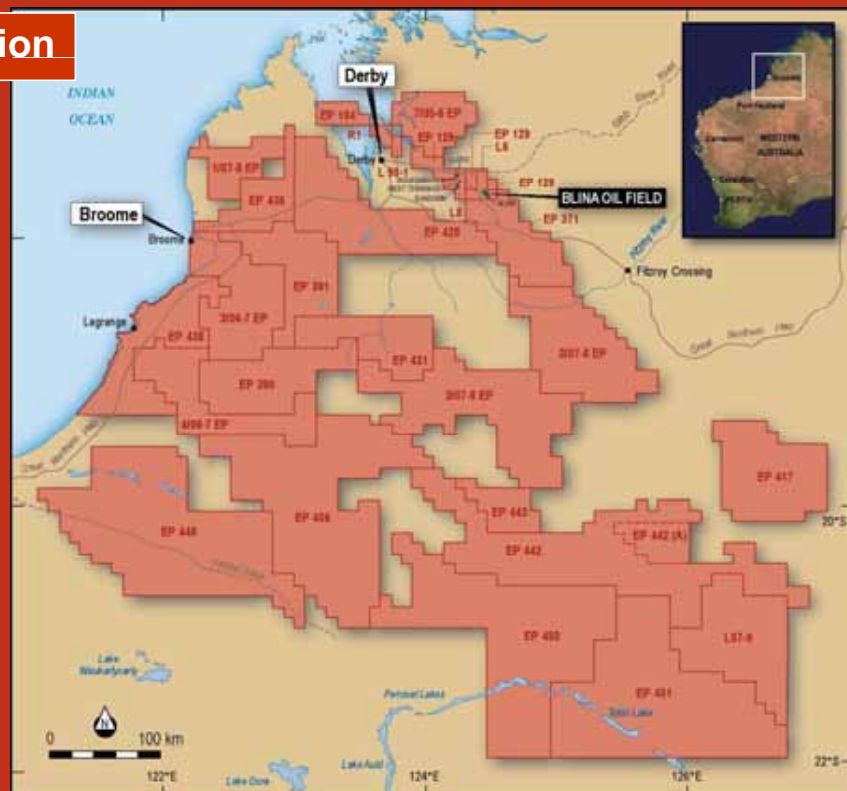
Canning Basin – What will it take?



Acreage position

Buru has:

- ▶ Basin-wide acreage position
- ▶ Operatorship across its portfolio
- ▶ Systematic regional exploration program
- ▶ Digital database



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Canning Basin – What will it take?



Money and People

Money - Buru has funding for a **systematic exploration program of up to 20 wells**:

- ▶ \$84 million in cash (\$64 million free cash)
- ▶ Cash to Mkt Cap ratio of >1, Average Industry ratio <0.25
- ▶ A unique cashed up position going into a very tight capital market – significant competitive advantage
- ▶ Exploration budget of \$15 to \$20mm per year – 4 year life from existing cash reserves - industry average of <2 years
- ▶ Options provide further funding trigger in September 2010 (+\$50 million at \$0.94 exercise price (+ management aligned options))

People (lean and mean – metaphorically at least)

“Cracking” workshops leverage our efforts in a frontier Basin



Chairman
Eric Streitberg



Managing Director
Adrian Cook



Exploration Manager
Neil Thompson

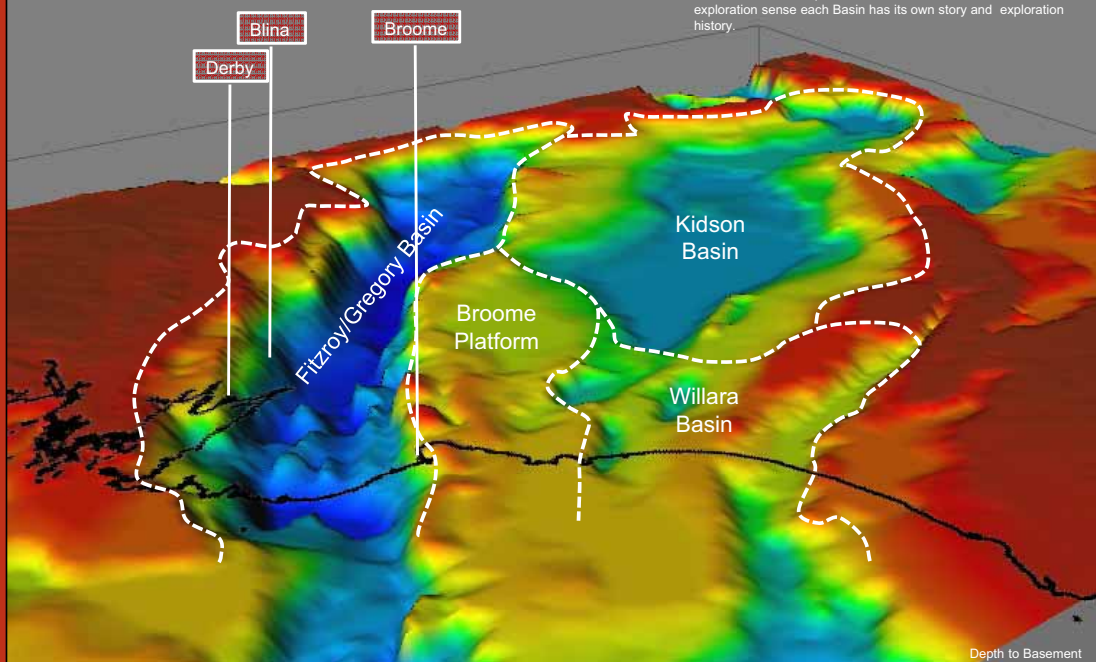
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Canning Basin – What are we doing?



Looking at the Basin with fresh eyes

The Canning Super-Basin has three major Basins contained in it, each with its own geology and prospectivity. In a strict geological sense there is overlap between the basins but in a commercial and exploration sense each Basin has its own story and exploration history.



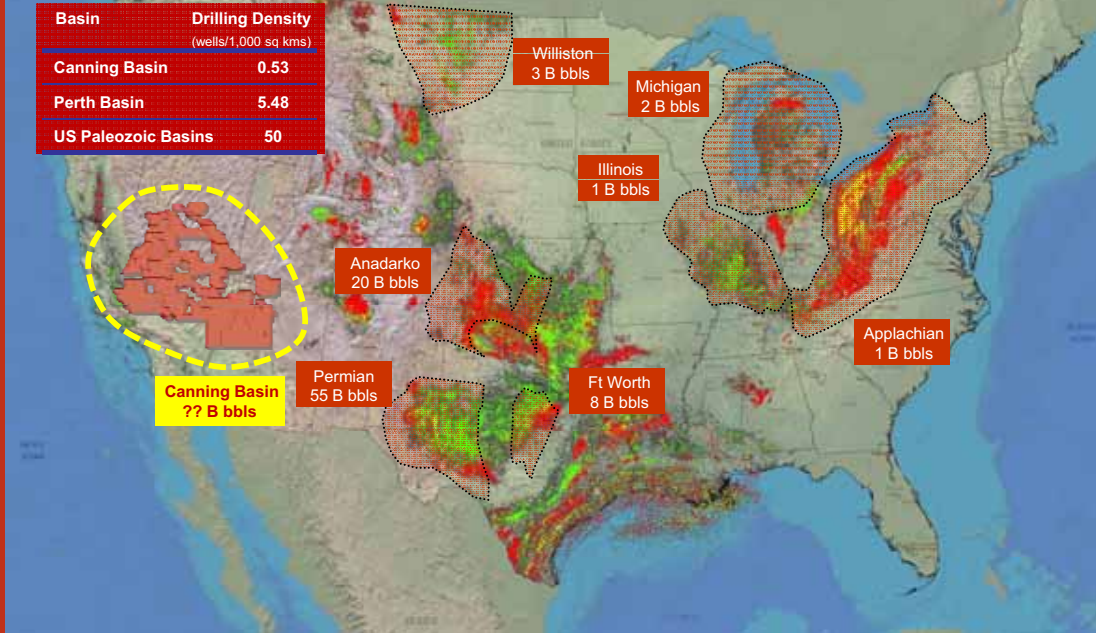
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Canning Basin – What are we doing?

Comparing it to world wide Paleozoic Basins

The Canning Basin has a very low drilling density both in comparison to other Australian basins and to the prolific North American Paleozoic Basins

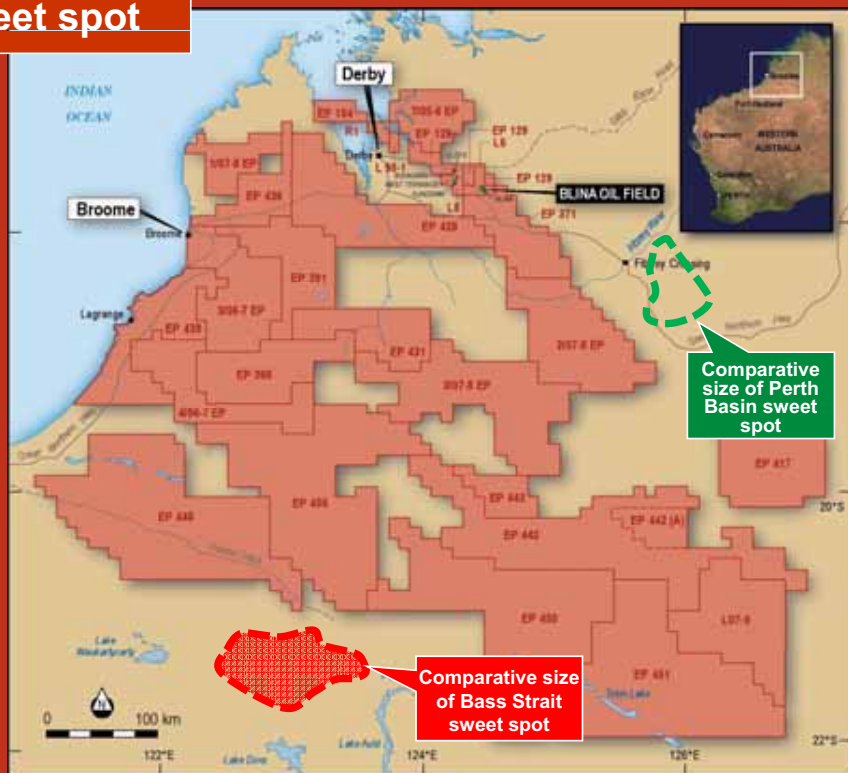
Basin	Drilling Density (wells/1,000 sq kms)
Canning Basin	0.53
Perth Basin	5.48
US Paleozoic Basins	50



Canning Basin – What are we doing?

Finding the sweet spot

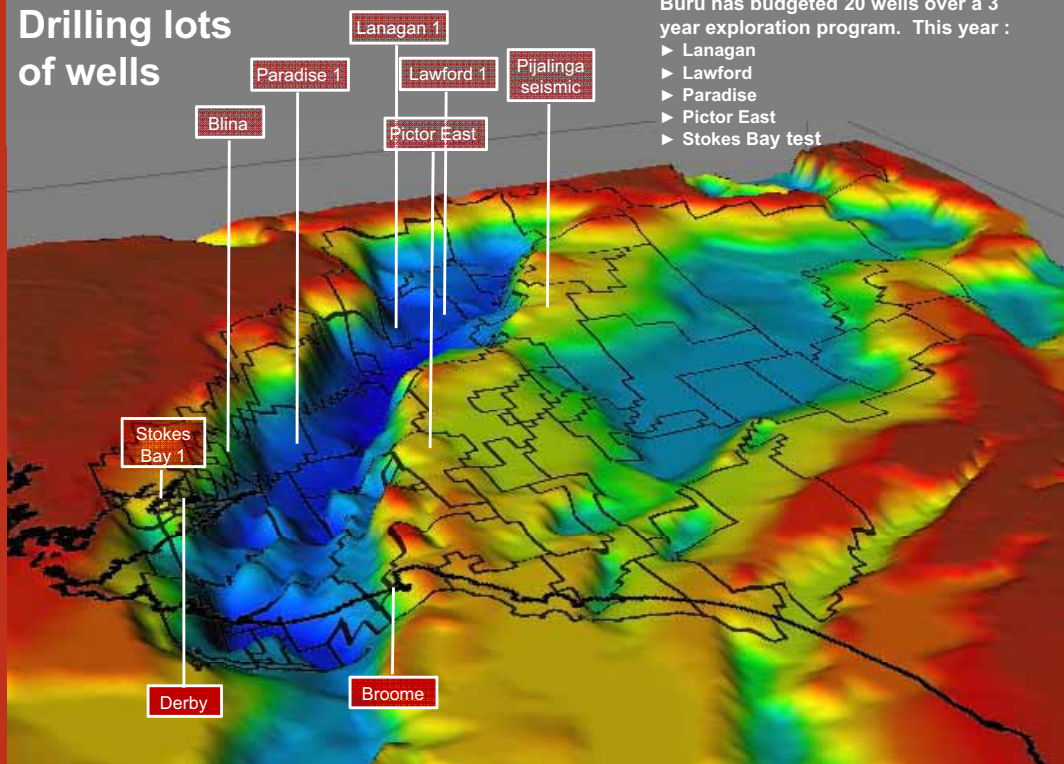
- ▶ The Canning Basin contains several petroleum systems which cover very large areas.
- ▶ The “sweet spots” that contain the majority of reserves in other Basins occupy a small area compared to the size of the Canning Basin



Canning Basin – What are we doing?



Drilling lots of wells



Canning Basin – What are we doing?

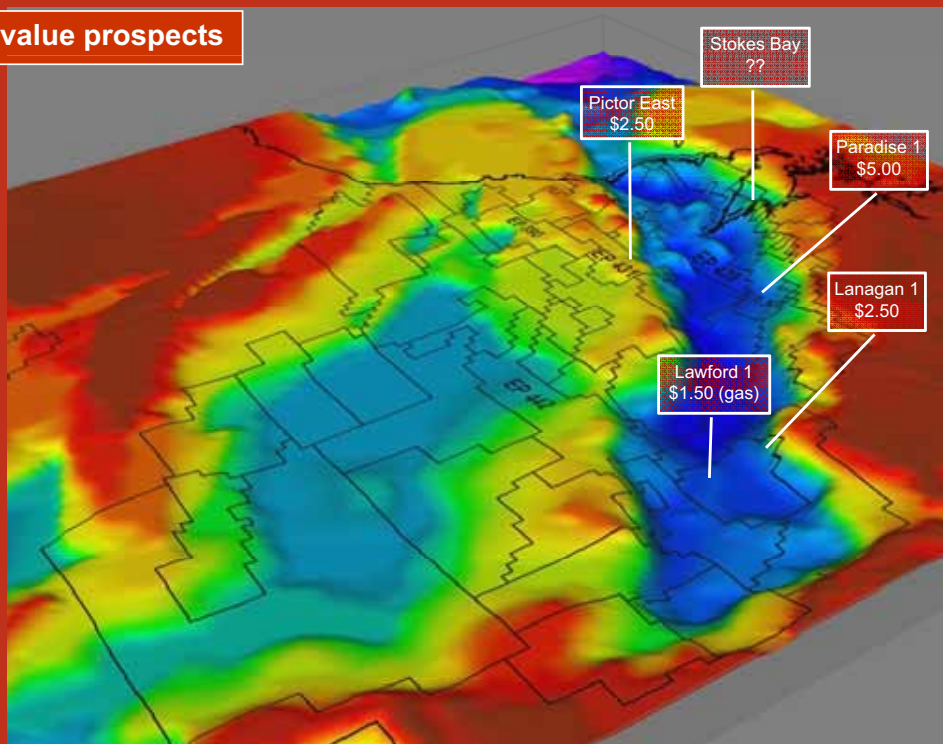


Drilling high value prospects

Indicative value per share for each of the wells in the current program is shown.

Given the very large size of these prospects conservative parameters have been applied to derive an indicative value.

Indicative product values used are \$40/bbl NPV for oil and \$1.00 /GJ for gas



Canning Basin – What are we doing?



Ensuring we can make money

One phrase that isn't used in Buru:

"Finding something would be a nice problem to have"

Our drivers are to create wealth for shareholders, the community and the traditional owners by early and appropriate development.

Careful and rigorous "pre-commercialisation process:

- ✓ Oil - mobile early production system (MEPS)
- ✓ Gas -Alcoa gas sales contract – provides immediate commercialisation of gas and has been recognised as a major commercial "first mover" advantage for Buru in its negotiations with other explorers
 - ✓ Pre-FEED and approvals for Great Northern Pipeline for gas export
 - ✓ Pre-FEED on gas recycle system for small gas volumes
 - ✓ MOU with Energy World for "coastal LNG"

Making money is the driver!

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Canning Basin – Why we will succeed!



The Basin's time has come!

Passion

- ✓ For the geology
- ✓ For the country
- ✓ For the state and community
- ✓ For the Traditional Owners



Responsible and careful

Our shareholders have entrusted us with \$84 million

Alcoa has entrusted us with \$40 million

The Traditional Owners have entrusted with access to their lands

Buru's Bones

will NOT bleach in the Canning sun



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Buru Energy

CRACKING THE CANNING

Come and see us at our booth to
learn more!

