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Operations Update - Praslin 1 Exploration Well

Buru Energy Limited (Buru Energy) provides the following update on operations at the Praslin 1 well as at 06:00hrs, 1 October 2015 (AWST).

Swabbing operations have now been completed after recovering some 500 barrels of lost drilling fluid followed by formation fluid similar to the formation fluid at Ungani, but with no indications of moveable hydrocarbons. Fluid influx during swabbing suggests that the well has well developed porosity and permeability.

The well will now be suspended for further evaluation including possible use as a water injection point.

Praslin 1 is located 90kms east of Broome and 15kms west of Buru Energy's producing Ungani oil field. Buru Energy and Mitsubishi Corporation each have a 50% equity and contributing interest in the Praslin 1 well and in EP391.

Executive Chairman's comments:

"This is obviously a disappointing result, but the extension of the Ungani Dolomite with well developed reservoir characteristics some 15kms along trend is encouraging. We will now have a close look at the data to try and determine why the well did not have any moveable oil in the reservoir. Our second well on the Ungani trend, Victory 1, is progressing well and we would hope to see some results from that well in the next week."

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

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About Buru Energy

Buru Energy Limited (ASX: BRU) is a Western Australian oil and gas exploration and production company headquartered in Perth with an operational office in Broome. The Company's petroleum assets and tenements are located onshore in the Canning Basin in the southwest Kimberley region of Western Australia. Its flagship high quality conventional Ungani oil field project is owned in 50/50 joint venture with Mitsubishi Corporation. As well as Ungani, the Company's portfolio includes potentially world class tight gas resources. The company's goal is to deliver material benefits to its shareholders, the State of Western Australia, the Traditional Owners of the areas in which it operates, and the Kimberley community, by successfully exploring for and developing the petroleum resources of the Canning Basin in an environmentally and culturally sensitive manner.

Competent Persons Statement

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.