



**Buru Energy Limited**  
ABN 71 130 651 437  
Level 2, 97 William Street  
Perth, Western Australia 6000  
PO Box 7794, Perth  
Cloisters Square WA 6850  
Ph: 61-8 9215 1800  
Fax: 61-8 9215 1899  
[www.buruenergy.com](http://www.buruenergy.com)

## **ASX ANNOUNCEMENT (ASX: BRU)                      20 September 2012**

### **Weekly Drilling Progress Report – Asgard-1**

---

Buru Energy Limited (“**Buru**” or “**Company**”) provides the following weekly update on the drilling operations at the Asgard-1 well as at 06:00hrs, 20 September 2012 (AWST).

Asgard-1 is the fifth well to be drilled by the Buru – Mitsubishi Corporation (“**MC**”) Joint Venture in 2012. The well is located in Exploration Permit EP 371 some 180 kilometres to the southeast of Derby and 30km northeast of Noonkanbah Station. Buru and MC each have a 50% interest in this well and in EP 371.

Since the last progress report, wireline logs have been acquired and 9<sup>5</sup>/<sub>8</sub>” casing has been run and cemented to 1,957 metres. The well has now been drilled ahead in 8<sup>1</sup>/<sub>2</sub>” hole to a measured depth of 2,680 metres.

Gas shows increasing with depth have been encountered from the the top of the Upper Laurel Clastics at approximately 1,919 metres measured depth to the current drilling depth.

These gas shows are similar to those encountered in Valhalla North-1 with similar gas wetness ratios and heavier hydrocarbon indications.

The gas indications to date are a very encouraging indication that the well has encountered, as prognosed, the regional Laurel Basin Centred Gas accumulation some 35 kilometres from the Valhalla wells.

The well will continue to be drilled ahead to the proposed total depth of 3,400m. A full suite of wireline logs will then be run to evaluate the 8<sup>1</sup>/<sub>2</sub>” hole section.

In accordance with its policy of releasing weekly drilling progress reports, the Company expects to issue a further drilling progress report on 27 September 2012, subject to any material events occurring in the meantime.

Further information on the Company is available at: [www.buruenergy.com](http://www.buruenergy.com)

**For inquiries please contact:**

<b>Eric Streitberg</b>	<b>Executive Director</b>
<b>Telephone</b>	<b>+61 8 9215 1800</b>
<b>Freecall</b>	<b>1800 337 330</b>
<b>Email</b>	<b><a href="mailto:ericstreitberg@buruenergy.com">ericstreitberg@buruenergy.com</a></b>

## ASGARD-1

<b>PERMIT</b>	The Asgard-1 well is located in Exploration Permit EP 371 some 30km northeast of Noonkanbah Station.
<b>WELL LOCATION</b>	Latitude: 18° 14' 49.2" S      Easting: 714724m Longitude: 125° 01' 51.0" E      Northing: 7981295m
<b>BURU'S INTEREST</b>	Buru Energy Limited holds a 50% interest in the well
<b>DATE OF PROGRESS REPORT</b>	06:00hrs, 20 September 2012 (AWST)
<b>PROPOSED TOTAL DEPTH</b>	3,400 metres
<b>CURRENT DEPTH</b>	2,680 metres
<b>PROGNOSED TIME TO COMPLETION</b>	45 days
<b>SPUD DATE</b>	28 August 2012
<b>DAYS SINCE SPUD</b>	23 days
<b>CURRENT TARGET FORMATION</b>	The Asgard-1 well is targeting the Upper and Lower Laurel gas reservoirs.
<b>OPERATIONS SINCE LAST PROGRESS REPORT</b>	Since the last progress report, wireline logs have been acquired and 9½" casing has been run and cemented to 1,957 metres. The well has now been drilled ahead in 8½" hole to a measured depth of 2,680 metres.
<b>HYDROCARBON INDICATIONS</b>	Gas shows increasing with depth have been encountered from the top of the Upper Laurel Clastics at approximately 1,919 metres measured depth to the current drilling depth. These gas shows are similar to those encountered in Valhalla North-1 with similar gas wetness ratios and heavier hydrocarbon indications. The gas indications to date are a very encouraging indication that the well has encountered, as prognosed, the regional Laurel Basin Centred Gas accumulation some 35 kilometres from the Valhalla wells.
<b>FORWARD OPERATIONS</b>	The well will continue to be drilled ahead to the proposed total depth of 3,400m. A full suite of wireline logs will then be run to evaluate the 8½" hole section.

### LOCATION MAP

