



16 January 2018

Operations Update

Ungani 4 and Ungani 5

The Ungani 4 completion program is currently underway with the completion string being run inside the drill-in liner. The production testing program to determine the productivity of the various zones in the well is expected to be commenced within 14 days, dependent on weather. At the completion of the testing program, the well will be hooked up to the central production facility and put on line.

The Ungani 5 well will be production tested after the Ungani 4 production test is completed. The purpose of the testing program is to establish the deliverability of the various zones in the wells to help optimise the future production program and to provide additional data for resource estimation.

Oil Lifting and sale

Oil from the Ungani Field is trucked to Wyndham to storage Tank 10. 53,377 barrels were lifted from the tank by Trafigura on 11 January. The provisional realised Wyndham FOB revenue price for the cargo was ~US\$3.38 million. The final realised price will be dependent on the average Brent price over the month of January.

Ungani Production and Facilities

Tropical cyclone Joyce has brought heavy rainfall to the Ungani operations area immediately following the high intensity rain from Cyclone Hilda. Although the almost continuous rain has not materially affected rig operations, it has again closed the Ungani access road and suspended heavy vehicle transport operations. Consequently, Ungani production which recommenced on 6 January was again shut in on 12 January. Production will recommence once the crude haulage trucks are able to access the road, which is unlikely to be before 19 January.

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.