

24 August 2015

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Praslin 1 Exploration Well – Drilling Update

Buru Energy Limited (Buru Energy) provides the following update on drilling operations at the Praslin 1 well as at 06:00hrs, 24 August 2015 (AWST). As reported on 20 August, 5-1/2" (140mm) casing has been run and cemented to 2,122 metres. As at 06:00 hours today, the well was drilling ahead in 4-3/4" (120mm) hole at 2,286 metres in the interpreted May River equivalent formation.

The well has encountered some 50 metres of dolomites and limestones with drilling breaks and mud losses inferring porosity is present. Hydrocarbon indications (heavy fraction gas peaks and occasional oil shows) were recorded over potentially porous reservoir zones in this section. The quality of the reservoir and the significance of the hydrocarbon indications in this section will be evaluated with wireline logs, and by testing if warranted, once the well reaches total depth. The secondary objective Nullara Formation limestones and potentially dolomites, are expected to be encountered once the May River section is fully penetrated. This section had strong indications of hydrocarbons in the Ungani North 1 well.

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.

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, S&P/ASX300) 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.