

The Market Herald

FIRST WITH THE NEWS THAT MOVES MARKETS



and Metals (ASX:STK) commences native title heritage survey SCL Schrole Group (ASX:SCL) eyes \$2.5m pl

Buru Energy (ASX:BRU) gears up for Rafael 1 production testing

ASX News, Energy

ASX:BRU MCAP \$86.15M

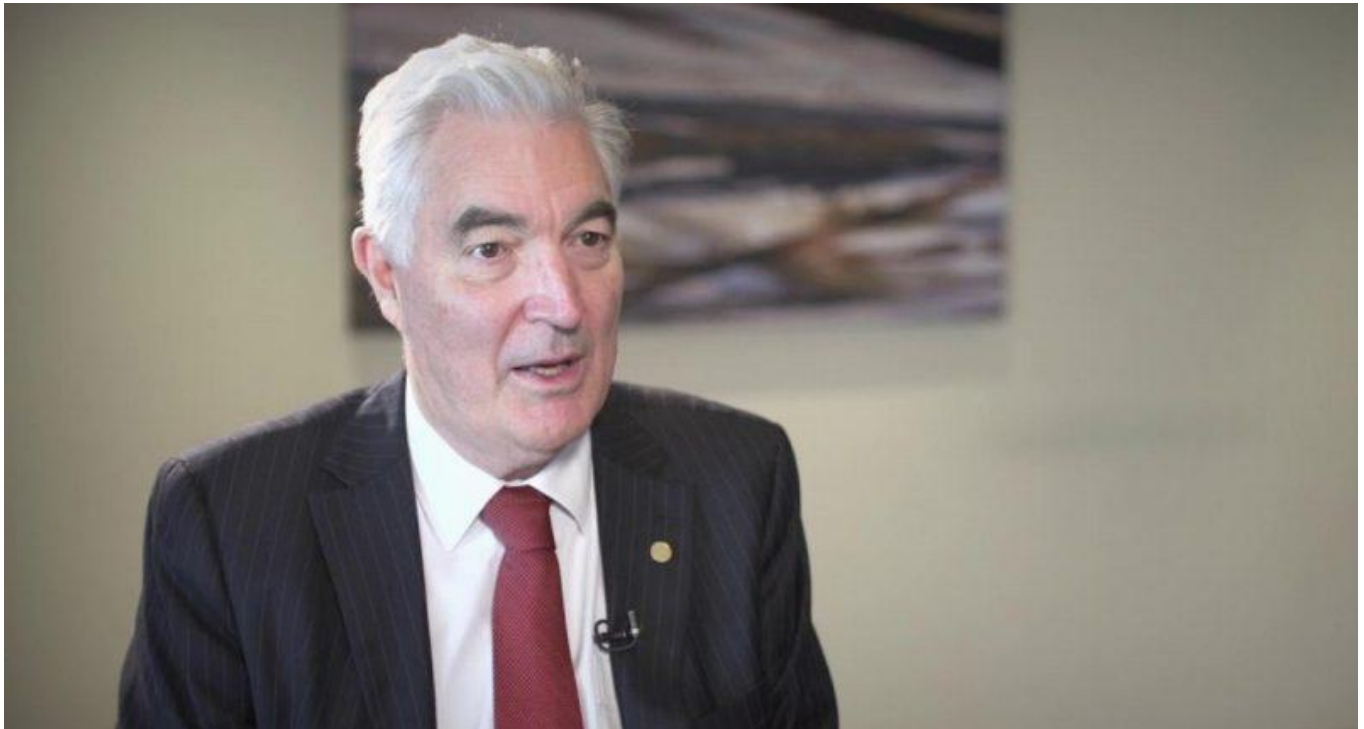


Josh Smith

Markets Reporter

joshua.smith@themarketherald.com.au

23 November 2021 12:53 (AEDT)



Executive Chairman, Eric Streitberg
Source: The Market Herald

Subscribe

Be the first with the news that moves the market

Email*

Daily Digest Weekly Summary

Subscribe

- Buru Energy (BRU) spikes this morning after saying it is gearing up for production testing at its Rafael 1 well in the Canning Basin of WA
- After acquiring wireline logs over the six-inch hole section in the well, below the seven-inch casing shoe, the company is now preparing for well testing
- Executive Chairman Eric Streitberg said, based on the information gathered about the well so far, Rafael has the potential to be a “very material” wet gas play
- Buru plans to move the drill rig to the nearby Ungani 8 operation as soon as the Rafael 1 prep work is complete
- Shares in Buru Energy were up 21.43 per cent at 17 cents each at midday AEDT

Shares in Buru Energy (BRU) have spiked this morning after the company said it was gearing up for production testing at its Rafael 1 well in the Canning Basin of WA.

The company this morning said it had acquired wireline logs over the six-inch hole section in the well, below the seven-inch casing shoe – as was initially flagged by Buru in an [announcement to the ASX](#) last week.

In light of the wireline logs, Buru said it was now preparing Rafael 1 for well testing with a 60-millimetre tubing string as a “barefoot completion” to be set inside the seven-inch casing.

The company said it planned to move the drill rig to the nearby Ungani 8 operation as soon as the Rafael 1 prep work was complete.

At the same time, the company will mobilise production testing equipment at the Rafael 1 well with plans to complete the production test before the end of the year, subject to December weather conditions.

Executive Chairman Eric Streitberg said the Rafael discovery had the potential to be a “very material” wet gas play in a conventional high-quality dolomite reservoir, with “very low” carbon dioxide content in the gas.

“We are taking a methodical and considered approach to the evaluation of the discovery and intend to waste no time in commercialising the resource if its potential is realised,” Mr Streitberg said.

He said Buru had been operating the Canning Basin for many years and had a “deep understanding” of the environment and how a resource in the area might be monetised.

“The commercial value of a gas resource is considerably enhanced if the field is large and contains a conventional high flow rate reservoir with high pressure and significant liquids content, as we hope Rafael is confirmed to be.”

He added the company still had several critical steps to take to truly understand what it had encountered at Rafael, but indications so far were promising.

Wireline logging at Rafael

Buru Energy said petrophysical interpretation and wireline image logs at Rafael 1 suggest that the net reservoir section in the well is similar to the “highly productive conventional dolomite reservoir” at the Ungani Oilfield.

However, the company said several factors imply the actual gas column could be greater than what has been seen at the well so far.

These include an estimated reservoir pressure of over 6000 pounds per square inch (psi), the presence of a thick “Laurel Shale” top seal, and a large structural closure.

The upcoming production test will help the company gather information on reservoir deliverability, fluids, pressures and potential boundaries, which are required to define the potential of the well.

Shares in Buru Energy were up 21.43 per cent at 17 cents each at midday AEDT. The company has a \$91.5 million market cap.

BRU by the numbers



[Read and comment on the full announcement.](#)

ASX (20min delay)		
Last	Change	Mkt cap [!]
17.0¢	▲ 0.010(6.25%)	\$86.15M

Open 16.5¢	High 17.0¢	Low 16.5¢	Value \$32.37K	Volume 195.4K	
Buyers (Bids)			Sellers (Offers)		
NO. 8	VOL. 298898	PRICE(\$) 16.5¢	PRICE(\$) 17.0¢	VOL. 367147	NO. 12
View Market Depth +					
Last trade - 10.56am 24/11/2021 (20 minute delay) ?					
chi-x (live)					
Last 17.0¢			Change ▲ 0.010 (3.91 %)		
Open 16.5¢	High 17.0¢	Low 16.5¢	Volume 68794		

MORE FROM THE MARKET HERALD



[ASX News](#), [Materials](#)

Anson Resources (ASX:ASN) speeds up engineering for Paradox Lithium Plant

Anson Resources (ASN) has decided to speed up the engineering studies at its Paradox Lithium-Bromine Project in Utah due

Lisa Simcock · 24 November 2021 10:44 (AEDT)



ASX News, Consumer Discretionary

RAS Technology (ASX:RTH) makes ASX debut following \$29m IPO

RAS Technology (RTH) had a successful first day of trading on Tuesday, with shares climbing 6.6 per cent following the company's \$29 million...

Oliver Gray · 24 November 2021 10:34 (AEDT)



[ASX News](#), [Materials](#)

Castle Minerals (ASX:CDT) moves in on Kendenup Graphite project

Castle Minerals (CDT) is set to acquire the Kendenup Graphite project in the southwest of Western Australia from Historic Gold Mines.

Carolyn Rebeiro · 24 November 2021 10:14 (AEDT)



[ASX News](#), [Materials](#)

Antipa Minerals (ASX:AZY) and Newcrest Mining (ASX:NCM) proceed to next stage of Wilki farm-in

Antipa Minerals (AZY) and Newcrest Operations (NCM) have decided to proceed to the next stage of the farm-in agreement on the Wilki Project

Julia Seymour · 24 November 2021 09:59 (AEDT)

TRENDING STORIES

[BrainChip Holdings \(ASX:BRN\) partners with MegaChips](#)

[Race Oncology \(ASX:RAC\) finds breakthrough heart protection discovery for Zantrene](#)

ASX Today: Slowdown fears weigh on cyclicals

Vulcan Energy (ASX:VUL) completes offtake agreement with Renault

Tietto Minerals (ASX:TIE) eyes \$85m for Abujar

Arcadia Minerals (ASX:AM7) lists on Frankfurt Stock Exchange

Paradigm Biopharmaceuticals (ASX:PAR) receives “positive” interim results from PPS trial

TRENDING FROM THE MARKET HERALD FANCY



Inside Iconic Cars: The Cult Classic Ferrari 330 P4

Ford vs. Ferrari. For car fans, the epic rivalry of the mid-1960s is the stuff of legends. While there are countless incredible cars that bare the Ferrari badge, it's often...



Good Wine Doesn't Need An Occasion, It Is the Occasion: The Ultimate Wine Pairing Guide

From terroir to tannins, wine can often appear as an intimidating minefield of jargon and, sometimes, snobbery. And while some wine connoisseurs would lead you to believe that pairing the...



Everything You Need to Know About Stand Up Paddle Board Yoga

Ever considered doing a salutation to the sun on a paddleboard? Neither, but apparently stand up paddleboard yoga or 'SUP yoga' is growing in popularity and it could just be...



The Charming Maison Balzac Le Cirque Items You Need in Your Home

Experience something distinct from the home decor lion, Maison Balzac. The new collection from the modern interior label is an eccentric take on its traditional style of decor objects.

Intriguingly titled...



Mix, Match and Stack with Georg Jensen's Fusion Collection

With a history spanning more than 110 years, Georg Jensen has solidified itself as a luxury jewellery brand synonymous with quality craftsmanship and timeless Scandinavian design. Since opening his first...

Electric Drive: The Audi e-Tron Crowned Best Electric Vehicle 2021

We're entering the decade of electric drive. According to IEA Global EV Outlook 2021, electric car registrations increased by 41 per cent in 2020, and in the first quarter of...

Industry Sectors

[Consumer](#)

[Finance](#)

[Health Care](#)

[Agriculture](#)

[Materials](#)

[Mining](#)

[Real Estate](#)

[Technologies](#)

[Telecommunication](#)

[Special Reports](#)

Sitemap

[ASX News](#)

[ASX Live](#)

[ASX 200](#)

[Day Trading](#)

[The Market Herald](#)

The Market Herald

[About Us](#)

[Investors](#)

[Contact Us](#)

[Facebook](#)

[Deal Room](#) [Twitter](#)
[The Market Herald Thematica](#) [Linkedin](#)
[The Market Herald Property](#)
[The Market Herald Good Schools Guide](#)
[The Market Herald Fancy](#)

© Copyright 2021 The Market Herald
[Privacy Policy](#) | [Terms of Use](#)