



Annual Audit Compliance Report Form

Environmental Protection Act 1986, Part V

Section A – Licence Details

| | | | |
|---------------------|-----------------------------------|----------------------|--|
| Licence number: | L8777/2013/1 | Licence file number: | |
| Licence holder: | Buru Energy Limited | | |
| Trading as: | Buru Energy Limited | | |
| ACN: | 130 651 437 | | |
| Registered address: | PO Box 1903 West Perth WA 6872 | | |
| Reporting period: | 01/07/2023 to 30/06/2024 | | |

Section B – Statement of Compliance with Licence Conditions

Did you comply with all of your licence conditions during the reporting period?
(please tick the appropriate box)

☐ Yes – please complete:

- section C;
- section D if required; and
- sign the declaration in Section F.

☒ No – please complete:

- section C;
- section D if required;
- section E; and
- sign the declaration at Section F.

Section C – Statement of Actual Production

Provide the actual production quantity for this reporting period. Supporting documentation is to be attached.

| Prescribed Premises Category | Actual Production Quantity |
|--|--|
| Category 10 – oil or gas production from wells | 2,880.5 tonnes (3,422.6 m ³) |

Section D – Statement of Actual Part 2 Waste Discharge Quantity

Provide the actual Part 2 waste discharge quantity for this reporting period. Supporting documentation is to be attached.

| Prescribed Premises Category | Actual Part 2 Waste Discharge Quantity |
|--|--|
| Category 10 – oil or gas production from wells | 0 |

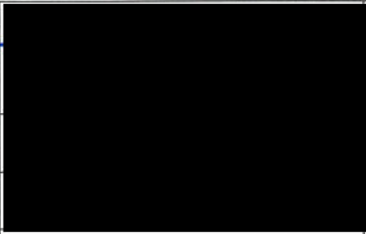
| Section E – Details of Non-Compliance with Licence Condition | | | |
|--|---|----------------------------|----------------|
| Please use a separate page for each condition with which the licence holder was non-compliant at a time during the reporting period. | | | |
| Condition no: | 5 | Date(s) of non-compliance: | 9 January 2024 |
| Details of non-compliance: | | | |
| On 9 January 2024, in accordance with a Management of Change (MOC) approved by the Department of Energy, Mines, Industry Regulation and Safety (DEMIRS), Buru Energy (Buru) installed a small temporary channel in three tank bunds at the Ungani Production Facility. The integrity of the bund lining specified in Licence L8777/2013/1 was therefore not met. | | | |
| What was the actual (or suspected) environmental impact of the non-compliance? | | | |
| NOTE – please attach maps or diagrams to provide insight into the precise location of where the non-compliance took place. | | | |
| No environmental impacts occurred as a result of the non-compliance. | | | |
| Cause (or suspected cause) of non-compliance: | | | |
| A single small temporary channel was installed in three of the Ungani Production Facility tank bunds to allow for potential rainwater to drain out of the bunds onto the lease during the wet season, preventing water damage to process equipment. | | | |
| Action taken to mitigate any adverse effects of non-compliance and prevent recurrence of the non-compliance: | | | |
| Buru received approval from DEMIRS for the channel installation, which was managed in accordance with a MOC and the <i>Ungani Production Facility Commissioning and Operations Environment Plan</i> (HSE-PLN-037). The Environment Plan was approved by DEMIRS under the <i>Petroleum and Geothermal Energy Resources (Environment) Regulations 2012</i> . The MOC determined that there would be no change in risk level as a result of the activity. However Buru did not apply for a licence amendment from DWER for the temporary change and thus acknowledges its non-compliance with bund lining specifications in Licence L8777/2013/1. | | | |
| Actions undertaken to mitigate any potential adverse effects from the temporary bund channels include production operations suspended in August 2023, flushing the tanks to contain water prior to installation, inspection of the bund for potential contamination prior to discharge, channels to direct rainwater onto the lease, and routine inspections of the bunds. The installation of the small channels was completed in a way that allows the bund to be reinstated prior to production operations. A plan for bund reinstatement was provided to DWER in June 2024. | | | |
| Was this non-compliance previously reported to DWER? | | | |
| <input checked="" type="checkbox"/> Yes, and | | | |
| <input checked="" type="checkbox"/> Reported to DWER verbally | | Date: 13 / 06 / 2024 | |
| <input type="checkbox"/> Reported to DWER in writing | | Date: / / | |

| Section E – Details of Non-Compliance with Licence Condition | | | |
|---|-----|----------------------------|---------|
| Please use a separate page for each condition with which the licence holder was non-compliant at a time during the reporting period. | | | |
| Condition no: | 9.b | Date(s) of non-compliance: | Q4 2024 |
| Details of non-compliance: | | | |
| Groundwater monitoring was undertaken quarterly during the reporting period, with the exception of the Q4 2023 sample. More than 45 days lapsed in between samples in successive quarters. This breached monitoring Condition 9.b) of Licence L8777/2013/1. | | | |
| What was the actual (or suspected) environmental impact of the non-compliance? | | | |
| NOTE – please attach maps or diagrams to provide insight into the precise location of where the non-compliance took place. | | | |
| No environmental impacts occurred as a result of the non-compliance. | | | |
| Cause (or suspected cause) of non-compliance: | | | |
| Groundwater sampling was undertaken approximately quarterly as per the Licence conditions, however given the limited access to the Ungani Production Facility due to the wet season and availability of company environmental scientists, the Q4 2023 groundwater sampling was delayed. | | | |
| Action taken to mitigate any adverse effects of non-compliance and prevent recurrence of the non-compliance: | | | |
| Buru monitors a total of seven groundwater bores across the Ungani Production Facility, exceeding the two monitoring bores listed in Licence L8777/2022. To prevent recurrence of this non-compliance, Buru will request to amend Licence L8777/2013/1 for groundwater monitoring timeframes to account for limited access to sites during the wet season. | | | |
| Was this non-compliance previously reported to DWER? | | | |
| <input checked="" type="checkbox"/> Yes, and | | | |
| <input checked="" type="checkbox"/> Reported to DWER verbally | | Date: 13 / 06 / 2024 | |
| <input type="checkbox"/> Reported to DWER in writing | | Date: / / | |

| Section E – Details of Non-Compliance with Licence Condition | | | |
|---|----|----------------------------|-------------------|
| Please use a separate page for each condition with which the licence holder was non-compliant at a time during the reporting period. | | | |
| Condition no: | 12 | Date(s) of non-compliance: | Q4 2023 – Q2 2024 |
| Details of non-compliance: | | | |
| Due to a bore pump failure, samples were not able to be retrieved from the GQ2 groundwater monitoring location during two of the sampling events. This breached monitoring Condition 12 of Licence L8777/2013/1. | | | |
| What was the actual (or suspected) environmental impact of the non-compliance? | | | |
| NOTE – please attach maps or diagrams to provide insight into the precise location of where the non-compliance took place. | | | |
| No environmental impacts occurred as a result of the non-compliance. | | | |
| Cause (or suspected cause) of non-compliance: | | | |
| The GQ2 monitoring bore was handed over to the pastoralist and they have since installed a bore pump to supply water to a water tank and trough. Following the September 2023 sampling event, the pump has malfunctioned and could not be retrieved initially, preventing sampling for two successive sampling events. | | | |
| Action taken to mitigate any adverse effects of non-compliance and prevent recurrence of the non-compliance: | | | |
| Buru notified the pastoral station of the issue with the GQ2 bore pump and the pump was removed from the bore in June 2024 to enable sampling. Note initial attempts to retrieve the pump were unsuccessful. Buru monitors a total of seven groundwater bores across the Ungani Production Facility, exceeding the two monitoring bores listed in Licence L8777/2022. As such, Buru has ensured that sufficient data is collected. | | | |
| Was this non-compliance previously reported to DWER? | | | |
| <input checked="" type="checkbox"/> Yes, and | | | |
| <input checked="" type="checkbox"/> Reported to DWER verbally | | Date: 13 / 06 / 2024 | |
| <input type="checkbox"/> Reported to DWER in writing | | Date: / / | |

Section F – Declaration

I/We declare that the information in this Annual Audit Compliance Report is true and correct and is not false or misleading in a material particular¹. I/We consent to the Annual Audit Compliance Report being published on the Department of Water and Environmental Regulation's (DWER) website.

| | | | |
|-------------------------------|---|-----------------|--|
| Signature ² : |  | Signature: | |
| Name: (printed) | | Name: (printed) | |
| Position: | | Position: | |
| Date: | 30 Aug 2024 | Date: | |
| Seal (if signing under seal): | | | |

¹ It is an offence under section 112 of the *Environmental Protection Act 1986* for a person to give information on this form that to their knowledge is false or misleading in a material particular.

² AACRs can only be signed by the licence holder or an authorised person with the legal authority to sign on behalf of the licence holder.