

20 December 2017

ASX Limited
Company Announcements
Level 4, 20 Bridge Street
SYDNEY NSW 2000

Dear Sir/Madam

SUN RESOURCES NL – COMPANY PROGRESS

The Board of Sun Resources NL (“Sun” or “the Company”) (ASX: SUR) is pleased to announce that progress has been made in advancing the Bowsprit Oil Project.

The Company has recently:

1. Purchased and interpreted 3D Seismic over the Bowsprit Oil Project and the interpretation has confirmed the structure around the wells and also confirmed that the field extends beyond the well control. No intra-field faulting has been identified and the structure is now interpreted to be slightly larger than previously projected.
2. Development planning has commenced and Sun has appointed the following consultants:
 - a) *Brammer Engineering* - Louisiana based engineering consultants to prepare the well AFE, manage the drilling, facilities design and installation, through to production management;
 - b) *FensterMaker* – Louisiana based environmental consultants to secure permitting and survey the surface location of the proposed first well;
 - c) *Collerini Engineering* – Texas based reservoir engineering consultants to forecast well performance and reservoir parameters for the volumetric estimates; and
 - d) *APEX Geophysical (New Orleans) and Internal Sun Contract Geologist (Perth)* – to interpret 3D seismic, advise on the optimum well location, data gathering program and well path design.
3. The Company is currently collating all the available data and studies to prepare a conceptual development plan and anticipates having a reserve certification on the Bowsprit Oil Project in early 2018. This information will be used to attract a farm in partner and/or secure funding for the well.

Mr Alexander Parks, Sun’s Managing Director commented, “My trip to Louisiana was extremely productive, we visited the drilling rig likely to be used for our first well and we now have several pieces of work in progress which will be the basis of a formal reserves estimate. The drilling planning has commenced, and once we finalise the surface location of the first well in the next couple of weeks we will quickly move to the permitting phase of the project”.

The Company will release further updates as important milestones are achieved.

Yours faithfully
SUN RESOURCES NL



Craig Basson
Company Secretary

