

Appendix 5B

Mining exploration entity quarterly report

Introduced 1/7/96. Origin: Appendix 8. Amended 1/7/97, 1/7/98.

Name of entity

SUN RESOURCES NL

ACN or ARBN

009 196 810

Quarter ended ("current quarter")

30 JUNE 2003

Consolidated statement of cash flows

Cash flows related to operating activities	Current quarter \$A'000	Year to date (12 months) \$A'000
1.1 Receipts from product sales and related debtors	-	-
1.2 Payments for		
(a) exploration and evaluation	(859)	(1,734)
(b) development	-	-
(c) production	-	-
(d) administration	(80)	(440)
1.3 Dividends received	-	150
1.4 Interest and other items of a similar nature received	101	343
1.5 Interest and other costs of finance paid	-	(2)
1.6 Income taxes paid	-	-
1.7 Other (provide details if material) Management Income and Finance Facility Fee	201	226
Net Operating Cash Flows	(637)	(1,457)
Cash flows related to investing activities		
1.8 Payment for purchases of:		
(a) prospects	-	-
(b) equity investments	(507)	(511)
(c) other fixed assets	-	(7)
1.9 Proceeds from sale of:		
(a) prospects	-	-
(b) equity investments	-	12,250
(c) other fixed assets	-	-
1.10 Loans to other entities	-	-
1.11 Loans repaid by other entities	-	-
1.12 Other (provide details if material)	-	-
Net investing cash flows	(507)	11,732
1.13 Total operating and investing cash flows (carried forward)	(1,144)	10,275

+ See chapter 19 for defined terms.

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1.13	Total operating and investing cash flows (brought forward)	(1,144)	10,275
	Cash flows related to financing activities		
1.14	Proceeds from issues of shares, options, etc.	-	-
1.15	Proceeds from sale of forfeited shares	-	-
1.16	Proceeds from borrowings	-	-
1.17	Repayment of borrowings	-	-
1.18	Dividends paid	-	(3,810)
1.19	Other (provide details if material) Option Issue Refund	-	(257)
	Net financing cash flows	-	(4,067)
	Net increase (decrease) in cash held	(1,144)	6,208
1.20	Cash at beginning of quarter/year to date	9,269	1,917
1.21	Exchange rate adjustments to item 1.20	-	-
1.22	Cash at end of quarter	8,125	8,125

Payments to directors of the entity and associates of the directors
Payments to related entities of the entity and associates of the related entities

		Current quarter \$A'000
1.23	Aggregate amount of payments to the parties included in item 1.2	48
1.24	Aggregate amount of loans to the parties included in item 1.10	NIL

1.25 Explanation necessary for an understanding of the transactions

1.23 Directors provide geological and administrative services to the company. These services are provided at normal commercial rates.

Non-cash financing and investing activities

2.1 Details of financing and investing transactions which have had a material effect on consolidated assets and liabilities but did not involve cash flows

N/A

2.2 Details of outlays made by other entities to establish or increase their share in projects in which the reporting entity has an interest

N/A

+ See chapter 19 for defined terms.

Financing facilities available

Add notes as necessary for an understanding of the position.

	Amount available \$A'000	Amount used \$A'000
3.1 Loan facilities	N/A	N/A
3.2 Credit standby arrangements	N/A	N/A

Estimated cash outflows for next quarter

	\$A'000
4.1 Exploration and evaluation	600
4.2 Development	-
Total	600

Reconciliation of cash

Reconciliation of cash at the end of the quarter (as shown in the consolidated statement of cash flows) to the related items in the accounts is as follows.	Current quarter \$A'000	Previous quarter \$A'000
5.1 Cash on hand and at bank	377	161
5.2 Deposits at call	7,748	9,108
5.3 Bank overdraft	-	-
5.4 Other (provide details)	-	-
Total: cash at end of quarter (item 1.22)	8,125	9,269

Changes in interests in mining tenements

Tenement reference	Nature of interest (note (2))	Interest at beginning of quarter	Interest at end of quarter
6.1 Interests in mining tenements relinquished, reduced or lapsed	Refer Attachments (A) and (B)	➡➡	➡➡
6.2 Interests in mining tenements acquired or increased	Refer Attachments (A) and (B)	➡➡	➡➡

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Issued and quoted securities at end of current quarter

Description includes rate of interest and any redemption or conversion rights together with prices and dates.

	Total number	Number quoted	Issue price per security (see note 3) (cents)	Amount paid up per security (see note 3) (cents)
7.1 Preference + securities <i>(description)</i>	-	-	-	-
7.2 Changes during quarter (a) Increases through issues (b) Decreases through returns of capital, buy-backs, redemptions	-	-	-	-
7.3 +Ordinary securities	95,249,460	95,249,460	-	-
7.4 Changes during quarter (a) Increases through issues (b) Decreases through returns of capital, buy-backs	- -	- -	- -	- -
7.5 +Convertible debt securities <i>(description)</i>	-	-	-	-
7.6 Changes during quarter (a) Increases through issues (b) Decreases through securities matured, converted	-	-	-	-
7.7 Options <i>(description and conversion factor)</i>	11,619,149	11,619,149	<i>Exercise price</i> 15 cents	<i>Expiry date</i> 30 June 2005
7.8 Issued during quarter	-	-	-	-
7.9 Exercised during quarter	-	-	-	-
7.10 Expired during quarter	-	-	-	-
7.11 Debentures <i>(totals only)</i>	-	-		
7.12 Unsecured notes <i>(totals only)</i>	-	-		

+ See chapter 19 for defined terms.

Compliance statement

- 1 This statement has been prepared under accounting policies which comply with accounting standards as defined in the Corporations Law or other standards acceptable to ASX (see note 4).
- 2 This statement does give a true and fair view of the matters disclosed.

Sign here: Date: 21 July 2003
(Director/Company secretary)

Print name: ALAN PETER WOODS

Notes

- 1 The quarterly report provides a basis for informing the market how the entity's activities have been financed for the past quarter and the effect on its cash position. An entity wanting to disclose additional information is encouraged to do so, in a note or notes attached to this report.
- 2 The "Nature of interest" (items 6.1 and 6.2) includes options in respect of interests in mining tenements acquired, exercised or lapsed during the reporting period. If the entity is involved in a joint venture agreement and there are conditions precedent which will change its percentage interest in a mining tenement, it should disclose the change of percentage interest and conditions precedent in the list required for items 6.1 and 6.2.
- 3 **Issued and quoted securities** The issue price and amount paid up is not required in items 7.1 and 7.3 for fully paid securities.
- 4 The definitions in, and provisions of, *AASB 1022: Accounting for Extractive Industries* and *AASB 1026: Statement of Cash Flows* apply to this report.
- 5 **Accounting Standards** ASX will accept, for example, the use of International Accounting Standards for foreign entities. If the standards used do not address a topic, the Australian standard on that topic (if any) must be complied with.

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ATTACHMENT (A)

APPENDIX 5B - ASX LISTING RULES
MINING EXPLORATION ENTITY QUARTERLY REPORT

ITEM 6 - Changes in Interests in Mining Tenements

SUN RESOURCES NL
ABN 69 009 196 810

FOR THE QUARTER ENDED 30 JUNE 2003

	Tenement Reference	Nature of Interest	Interest at Beginning of Quarter	Interest at End of Quarter
(A) Interests in mining tenements relinquished, reduced and/or lapsed	EP395	10%	10%	NIL
(B) Interest in mining tenements acquired and/or increased	APM 1178PS (Application Granted)	22.71%	22.71%	22.71%

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MINING EXPLORATION ENTITY QUARTERLY REPORT

SUN RESOURCES NL
ABN 69 009 196 810

TENEMENT SCHEDULE
30 JUNE 2003

<u>Tenement Reference</u>	<u>Nature of Interest</u>
<u>Oil & Gas</u>	
WA254-P	Offshore Dampier Sub-Basin 7.869 (Blocks 1,3 & 4) 9.25% (Block 2)
WA-257-P	Offshore Dampier Sub-Basin 7.5%
WA-261-P	Offshore Dampier Sub-Basin 6.25%
WA-312-P	Offshore Dampier Sub-Basin 33.33%
WA-340-P	Offshore Dampier Sub-Basin 20%
EP325	Onshore Exmouth Sub-Basin 10%
EP359	Onshore Exmouth Sub-Basin 11.77%
EP395	Offshore Exmouth Sub-Basin 10%
PPL228	Onshore Papua New Guinea 12.5%
PEL442	Onshore Sydney Basin 20%
CCL745	Onshore Sydney Basin 20%
Mining Lease ML1411 PEL67	Onshore Sydney Basin 20%
CCL703 & CCL379 (with PEL Applications over these leases)	Onshore Sydney Basin 20%
PEP38330	Onshore East Coast Basin North Island, New Zealand 10%
APM 1178 PS	Gouaro- Noumea Block, New Caledonia 27.71%
Eagle (private mineral)	San Joaquin Basin, California USA 10.0% reducing to 7.5% on well payout
Kingfisher (private mineral)	San Joaquin Basin, California USA 12.57% reducing to 10.57% on well payout
<u>Gold/Base Metals</u>	
Butterfly - M40/110	5% Net Profit Interest (area only of former P40/462)