

31 July 2012

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

Dear Sir/Madam

RE: SUN RESOURCES TO RAISE \$20 MILLION

The Board of Sun Resources NL ("**Sun Resources**", "**Sun**" or "the **Company**") is pleased to advise that it has resolved to raise up to \$20 million by way of a share placement ("**Placement**") to fund drilling and further growth in its Woodbine Oil Projects, onshore Texas, USA. Hartleys Limited is Broker to the Offer.

The Placement is being made primarily to sophisticated investors as well as international and domestic institutional clients of Hartleys Limited. Directors of the Company will subscribe to \$580,000 in the Placement (subject to shareholder approval), demonstrating their continued strong support for Sun Resources' investment into the Woodbine tight oil play.

Funds raised pursuant to the Placement will be used by Sun Resources primarily:

- to fund the acquisition of a further 1,653 net acres in the Delta Oil Project, Texas;
- to fund Sun's share of the Beeler #1H well and potentially 2 further wells within the Richland Oil Project, Texas; and
- to provide capital which allows Sun to continue consolidating oil and gas leases in the Woodbine tight oil play.

Commenting on the success of the Placement, Managing Director Matthew Battrick stated:

"We are extremely pleased with the strong response to the Placement and we are looking forward to being able to use these funds to drill our first horizontal well into the Woodbine, the Beeler #1H well, in the coming weeks, and ensure we are fully funded for our near term growth ambitions.

Sun has been extremely successful in growing a material footprint in the Woodbine Oil play since committing to this strategy only a little over 12 months ago, and we are looking forward to continuing to grow this position and unlocking the significant value of this large position."

The Placement will be completed in two tranches with up to 167 million shares issued in the first tranche pursuant to the Company's 15% capacity under ASX Listing Rule 7.1 and the balance of up to 233 million shares issued in the second tranche subject to shareholder approval at a General Meeting of shareholders currently scheduled for on or about Tuesday 11 September 2012.

This announcement concludes the Trading Halt in Sun Resources' shares. The Company is not aware of any reason why the ASX would not allow trading to recommence immediately.

Yours faithfully
SUN RESOURCES NL

A handwritten signature in black ink, appearing to read 'Craig Basson', with a stylized flourish at the end.

Craig Basson
Company Secretary

