



SUN RESOURCES NL

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(INCORPORATED IN WESTERN AUSTRALIA)

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Australian Securities Exchange Limited
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SUN RESOURCES USA PRODUCTION UPDATE

- **Sun Resources' Gulf Coast well completion and work-over program nearing conclusion as the winter price cycle approaches.**
- **The F1 gas discovery commenced sales on November 28th 2008.**
- **Lake Long #9 well work-over completed and gas and condensate production resumed.**
- **Milagro Oil field work over completed after rod pump installation, with oil production rate increasing.**
- **First of two work-overs completed at Flour Bluff.**

Sun Resources NL ("Sun") is pleased to advise that the Jones-Stewart Gas Unit #1 well on the Herradura prospect ("F1") was opened to sales on Friday November 28th 2008. Sun Resources' working interest in the F1 discovery is 37.5%.

Sun Resources also advises that work over operations have been completed on a number of wells over the last two months:

- The work over on the Lake Long #9 well in Louisiana was completed on October 25th and at last report was producing at a gross rate of 2.5mmcfde.
- The Thompson Barrow #3 well in the Milagro Oil Field recommenced production on November 28th after the installation of rod pump equipment. At last report the well was pumping at a gross rate of 140 barrels of fluid per day with 10% oil cut, and the oil cut was increasing.
- The fracing job on the D-24 well in the East Flour Bluff field has been completed successfully with the gas rate increasing from less than 100mcf to in excess of 600mcf (gross), plus associated oil/condensate.
- The fracing job on the Smith#1 in the Flour Bluff Field well is due to commence this week.

Commenting on these activities, Mr Matt Battrick, Managing Director of Sun Resources stated; "As a result of a successful work over programme, Sun Resources' net production rate has risen recently to in excess of 0.8mmcf and 16bopd and this should increase further following a successful work over at the Smith #1 well on the Flour Bluff Field. This activity will maximise revenue at relatively low cost through the remainder of the fiscal year to June 30th 2009. Sun continues to progress its strategy in the USA in this measured way to build cashflow from the US asset base through our fully funded drilling/work-over program."

Yours sincerely

A P Woods
COMPANY SECRETARY SUN RESOURCES NL

Copy: ASX DD Directors Auditors CB/Xin File
This report is lodged on the Company's website, www.sunres.com.au