

17 October 2016

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

Dear Sir/Madam

**RIGHTS ISSUE CLOSURE AND SHORTFALL NOTIFICATION**

Sun Resources NL (“**Sun**” or the “**Company**”) advises that the non-renounceable rights issue (“**issue**”) offered under the Company’s Prospectus dated 9 September 2016 and lodged with the ASX on that date closed on 12 October 2016. The issue sought subscriptions for up to 132,052,846 new shares on a basis of one new share for every two shares held at the Record Date at \$0.01 per new share with one free-attaching option for every one new share allotted. The take up under the issue is as follows:

Maximum number of shares offered under the Prospectus	132,052,846	\$1,320,528
Less: Rights Issue shares subscribed for by shareholders	(62,362,860)	(\$623,628)
	<hr/>	<hr/>
Total shortfall shares available after completion of the issue	<u>69,689,986</u>	<u>\$696,900</u>

The issue is fully underwritten by Fast Lane Australia Pty Ltd.

The Company appreciates the support of all current shareholders and intends to allot the new shares and the free-attaching options on 19 October 2016.

Sun will use the equity capital raised for the evaluation and appraisal of new oil and gas development opportunities located in the USA, assessing development activities in the Company’s remaining East Texas unconventional portfolio and for general working capital.

Yours faithfully  
**SUN RESOURCES NL**



Craig Basson  
**Company Secretary**