

6 October 2014

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

Dear Sir/Madam

RENOUNCEABLE RIGHTS ISSUE NOW CLOSED

Sun Resources NL (“Sun” or the “Company”) advises that the renounceable rights issue (“issue”) offered under the Company’s Prospectus dated 29 August 2014 and lodged with the ASX on that date, has closed on 3 October 2014. The issue sought subscriptions for up to 608,736,177 new shares on a basis of one new share for every five shares held at the Record Date at \$0.01 per new share. The take up under the issue is as follows:

Maximum number of shares offered under the Prospectus	608,736,177	\$6,087,362
Less: Rights Issue Shares subscribed for by shareholders	118,436,518	\$1,184,366
Total Shortfall shares which may be issued at the Directors’ discretion until 3 January 2015	<u>490,299,659</u>	<u>\$4,902,996</u>

The total amount raised by the recent placement and rights issue was \$5.1 million. As a termination event in the underwriting agreement has been breached, the issue will proceed on a non-underwritten basis. The shares subscribed to includes an amount to Hancock Prospecting Pty Ltd (“HPPL”) to maintain their approximate 19.5% shareholding in Sun. The Board of Sun has been advised that HPPL will take up its equivalent share of any subsequent shortfall placement in order to maintain its relative position on the share register.

The Company appreciates the support of all current shareholders and expects to allot the new shares on 9 October 2014.

Sun will use the equity capital raised from the recent placement and rights issue to further the planning and execution of the proposed multi-stage fracking operation at Jack Howe #1H in the Normangee Oil Project. The successful drilling and casing of the Jack Howe #1H well and confirmation of a significant 250ft net oil pay zone have resulted in interest from numerous parties regarding participation in the acreage. Management is progressing initial discussions between these parties which may include bringing in a joint venture partner to the fracking of the well.

Yours faithfully
SUN RESOURCES NL



Craig Basson
Company Secretary