

10 November 2010

Australian Securities Exchange Limited
Exchange Plaza
2 The Esplanade
PERTH WA 6000

Dear Sir/Madam

Sun Resources Raises \$5 Million To Fund High Impact Exploration

Sun Resources NL (“Sun” or “the Company”) is pleased to announce that it has resolved to raise up to \$5,025,000 through the placement of up to 75 million shares at an issue price of 6.7 cents per share to sophisticated and professional investor clients of Hartleys Limited.

Sun will also raise up to \$2 million through a shareholder share purchase plan (“SPP”) at an issue price of 6.7 cents per share to shareholders registered at the close of business on Tuesday 9 November 2010. SPP documentation will be sent to eligible shareholders shortly, and the SPP will open on or about 17 November 2010 and close on or about 1 December 2010. Shareholders will be entitled to subscribe for up to \$15,000 each. Hartleys Limited is Broker to the Offer in respect of the placement and the SPP.

Sun’s high impact exploration programme at L20/50, onshore Thailand, is scheduled to commence late December 2010/early January 2011, and will comprise the drilling of up to 3 wells (1 firm well and 2 contingent wells) with a combined speculative potential resource of 80 million barrels gross. Following on from drilling in Thailand, and subject to negotiation and execution of a definitive farm-in agreement (refer to Sun’s announcement dated 9 November 2010 for full terms), Sun hopes to test a high impact conventional gas prospect in onshore North-West Europe in the second quarter of 2011 with a 720bcf target and upside potential of in excess of 1Tcf gas.

Commenting on the capital raising, Sun’s Managing Director Mr Matthew Battrick stated, *“I am very pleased with the support received for this capital raising which demonstrates the strong interest that is being shown in Sun’s upcoming high impact exploration programme. The proceeds from the capital raising will place Sun in a strong financial position to fund its commitments to what will be a very exciting drilling programme.”*

The placement is being completed in two tranches with up to 50 million shares being issued in tranche one pursuant to the Company’s 15% capacity under ASX Listing Rule 7.1 and the balance of up to 25 million shares being issued in tranche 2, subject to shareholder approval at a General Meeting to be held on or around 13 December 2010.

Further to Sun’s announcement of 9 November 2010 in relation to the execution of the non-binding term sheet with the undisclosed party to participate in the drilling of the gas prospect in Northwest Europe, the Board of Sun believes that stating the name of the party is not material.

This announcement ceases the trading halt requested by the Company on 9 November 2010. 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, enclosed in a thin black rectangular border. The signature is cursive and appears to read 'M. Battrick'.

Mr Matthew Battrick
Managing Director

