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Lower Woodbine Oil Projects: Drilling Update

Delta Oil Project (Petro-Hunt AMI Area, Sun 25% WI)

- The Operator, Petro-Hunt (75% WI), has updated Sun that planning for the drilling of the Davis #1 well continues with site construction and rig selection completed.
- The Operator further advises that the well is now expected to spud in the first half of June 2014, subject to the rig contractor completing operations for another Operator.
- A vertical pilot well will be drilled and logged through the target Lower Woodbine sand prior to a decision on how to proceed, including whether to complete the well as a vertical producer or sidetrack to drill a lateral well bore within the target sands.

Sun Resources NL (**Sun** or the **Company**) (ASX: SUR) is pleased to update shareholders on its latest Woodbine well, Davis #1, located in Leon County, East Texas, onshore USA.

Delta Oil Project (Petro-Hunt AMI) (Sun: 25% WI)

Petro-Hunt LLC ("Petro-Hunt"), as the Operator of the Joint Venture with Sun (Sun 25% WI) on the Petro-Hunt AMI area, has advised that preparations for drilling have progressed with well site construction and rig selection activities completed. The Davis #1 well is now expected to spud during the first half of June 2014, once the selected rig has been de-mobilised by the current Operator of the rig.

Once operations commence, the vertical pilot well will be drilled into the Lower Woodbine oil target and evaluated with the aid of wireline logs and sidewall cores. A decision will then be taken by the participants to either complete the pilot well as a vertical producer, or to side track the well bore to drill a lateral into the Lower Woodbine. The AMI consists of approximately 7,832 acres in northern Leon County. Petro-Hunt and Sun have now leased over 3,240 acres within the AMI. Sun retains over 10,000 net acres elsewhere in the Delta Oil Project that may be the subject of future activity, by way of farm-out, joint venture or direct drilling activity.

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Geological information contained in this report was compiled by the General Manager (Technical) of Sun Resources, Matthew Batrick, BSc (Geol), MPESA, MPESGB, MAAPG, GAICD who has more than 33 years' experience in the practice of petroleum geology. This news release shall not constitute an offer to sell or the solicitation of an offer to buy securities in the United States nor shall there be any sale of the securities in any jurisdiction in which such an offer, solicitation or sale would be unlawful. The securities offered have not been, and will not be, registered under the United States Securities Act of 1933, as amended (the Securities Act), or any state securities laws and may not be offered or sold in the United States or to U.S. persons (as defined in Regulation S under the Securities Act) except in compliance with the registration requirements or an applicable exemption from the registration requirements of the Securities Act and applicable state securities laws. This document contains forward-looking statements which reflect management's expectations regarding expected target dates. These forward-looking statements can generally be identified by words such as "will", "expects", "intends", or similar expressions. In addition, any statements that refer to expectations, projections or other characterizations of future events or circumstances are forward-looking statements. These statements are not historical facts but instead represent management's expectations, estimates and projections regarding future events. Statements relating to "reserves" or "resources" are deemed to be forward-looking statements, as they involve the implied assessment, based on certain estimates and assumptions that some or all of the resources and reserves described can be profitably produced in the future. Although management believes the expectations reflected in such forward-looking statements are reasonable, forward-looking statements are based on the opinions, assumptions and estimates of management at the date the statements are made, and are subject to a variety of risks and uncertainties and other factors that could cause actual events or results to differ materially from those projected in the forward looking statements. In addition, if any of the assumptions or estimates made by management prove to be incorrect, actual results and developments are likely to differ, and may differ materially, from those expressed or implied by the forward-looking statements contained in this document. Such assumptions include, but are not limited to, general economic, market and business conditions and corporate strategy. Accordingly, investors are cautioned not to place undue reliance on such statements. All of the forward-looking information in this document is expressly qualified by these cautionary statements. Forward-looking information contained herein is made as of the date of this document and Sun Resources disclaims any obligation to update any forward-looking information, whether as a result of new information, future events or results or otherwise, except as required by law.