



SUN RESOURCES N.L.
(INCORPORATED IN WESTERN AUSTRALIA)
ABN 69 009 196 810

Level 1, 40 Kings Park Road
West Perth WA 6005
PO Box 1786, West Perth WA 6872

Telephone: 08 9345 4100
Facsimile: 08 9345 4541

FACSIMILE TRANSMISSION

TO : Australian Stock Exchange Limited

ATTENTION : Company Announcements

FAX : 1300 300 021

FROM : Peter Woods

DATE : 15 November 2002

NO. PAGES : (including cover sheet)

SUBJECT : COMMENCEMENT OF ARGOS 1, WA-254P

NOTE: The information contained in this facsimile is confidential and may be privileged or subject to copyright. It is intended for the addressee only. If you have received this facsimile in error please call the sender on (08) 9345 4100 immediately and return it by mail to the above address. The unauthorised use of the information may result in liability for breach of confidentiality, privilege or copyright.

AUSTRALIAN STOCK EXCHANGE



SUR000639



SUN RESOURCES NL

ACN 009 196 810
(INCORPORATED IN WESTERN AUSTRALIA)

Level 1, British Borneo House
40 Kings Park Road
WEST PERTH WA 6005 Australia
PO Box 1786, WEST PERTH WA 6872 Australia

ABN/GST 69 009 196 810
Email: admin@sunres.com.au
Telephone: 61 8 9481 3638
Facsimile: 61 8 9481 3528

Friday, 15 November 2002

ASX Announcements
Australian Stock Exchange
Level 4, 20 Bridge Street
SYDNEY NSW 2000

Dear Sir/Madam

RE: COMMENCEMENT OF ARGOS 1, WA-254-P

Sun Resources NL ("Sun") wishes to advise shareholders that the Ensco 56 rig has commenced operations on Argos 1, WA-254-P (1) in the offshore Carnarvon Basin, Western Australia. At 0800 hours WST, Friday, November 15 current operations were drilling ahead at 140 metres RT in 12¼" hole to casing point at 1,255 metres.

Argos-1 will be drilled to a vertical total depth of 2,012 metres RT to test a Lower Cretaceous *B reticulatum* sand reservoir in a structural high on the greater Argos complex straddling WA-254-P and the northern adjacent Legendre oilfield production licence WA-20-L. Based on 3D seismic interpretation and mapping the Argos complex has the potential to contain 11 million barrels of oil recoverable, with the majority of the prospect lying in WA-254-P. Operations on site are expected to take 7 days.

Because of the Operator's extensive knowledge base of the targeted reservoir the well will not be flow tested in the event of an oil discovery, but will be evaluated by wireline and then plugged and abandoned. Information from both the geological and geophysical evaluation of the reservoir will be adequate to determine the significance of any oil pool encountered to make a decision on future operations on the prospect, ie evaluation and development. This exploration methodology has become best practice for offshore exploration in the Carnarvon Basin.

Participants in Argos 1 are:-

* Sun Resources NL	7.8571%
Apache Northwest Pty Ltd	47.8879% (Operator)
* Woodside Energy Ltd	24.3750%
* First Australian Resources Ltd	10.7143%
* Victoria Petroleum NL	6.1743%
* Pan Pacific Petroleum NL	2.9914%
	100.0000%

* ASX listed

Yours sincerely
SUN RESOURCES NL

Dr Brad L Farrell
MANAGING DIRECTOR