



SUN RESOURCES NL

ABN 69 009 196 810
(INCORPORATED IN WESTERN AUSTRALIA)

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Thursday, 8 June 2006

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

Dear Sir/Ms,

RE: UPDATE EAGLE NORTH #1 – TESTING OF HORIZONTAL WELL SAN JOAQUIN BASIN, CALIFORNIA, USA

Sun Resources NL (“Sun Resources”) wishes to update shareholders on production testing operations on the target lower Gatchell oil sands in Eagle North #1 horizontal well in the San Joaquin Basin, California, since the last announcement on Tuesday 23 May 2006.

Operator, Victoria Petroleum NL advises securing all necessary equipment for production testing operations on the Eagle North-1 horizontal well is continuing.

In order to carry out production testing operations in a technical and cost effective manner both a completion rig and coiled tubing unit are required to be present and work together at site. The heavy demand for equipment and personnel in the Bakersfield production area has resulted in the delay experienced to date. A further update will be provided upon the securing of the equipment.

The time while awaiting the simultaneous availability of the coiled tubing unit and completion rig is being utilised to ensure optimum planning of the engineering program to carry out the forward production testing operations.

Production testing operations will be carried out over 177 metres (580 feet) of the lower Gatchell oil sand in the horizontal well bore over the interval from 4,209 to 4,386 metres (13,810 to 14,390 feet), ie the 72 metres (235 feet) of lower Gatchell oil sand cased behind the now perforated 4 ½” liner from 4,209 to 4,281 metres (13,810 to 14,045 feet) and the 105 metres (345 feet) of open hole lower Gatchell oil sand from 4,281 to 4,386 metres (14,046 to 14,390 feet) which is being tested as a barefoot completion out of the base of the 4 ½” liner at 4,386 metres (14,045 feet).

Participants interests in the Eagle Oil Pool Development Project on completion of Eagle North #1 are:

# Sun Resources NL	10.0%
# Victoria Petroleum NL (Operator)	20.0%
# First Australian Resources Ltd	15.0%
# Lakes Oil NL	15.0%
Empyrean Energy PLC	38.5%
USA Private Interest	<u>1.5%</u>
	100.0%

ASX listed

Yours sincerely
SUN RESOURCES NL



Dr Brad L Farrell
MANAGING DIRECTOR

This report is lodged on the Company's website, www.sunres.com.au

Information contained in this report was compiled from information provided by Texas Crude Energy Inc by the Managing Director of Sun Resources NL, Dr B. L. Farrell, PhD, MSc, BSc (Hons Eco.Geol), FAIMM, MICA, CPGeol, MIMM, MPESA, who has had 35 years experience in the practice of geology and more than 5 years experience in petroleum geology.