



# SUN RESOURCES NL

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

## RE: DRILLING UPDATE - PROJECT MARGARITA, TEXAS (20.00% INTEREST)

Sun Resources NL ("Sun") is pleased to advise the status of two of the three wells in the current Phase 2 shallow drilling program on Project Margarita, Texas.

### 1 AGAVERO PROSPECT

The Agavero #1 well is currently drilling ahead at 2,272 feet (693 metres) to target and final depth of 3,500 feet (1,341 metres).

#### **Background**

The Agavero Prospect is the second of the three prospects being drilled in the Phase 2 shallow drilling program on Project Margarita that are analogues of historic prolific Frio and Vicksburg sands production in the project area at <2,000 meters depth. The prospects with mean potential target outcomes, final well depths and current status are summarised below.

Prospect	Potential Reserves Mean BCF	Total Well Depth Metres	Status
Agavero	0.70	1,341	Current Well
Dona Carlota	0.62	1,524	Drilled – Gas discovery to be tested
Climaco	1.60	1,981	Next Well

### 2 DONA CARLOTA PROSPECT

Wet weather with local flooding during the last week has denied access to the Dona Carlota well site to commence testing. Operations are now currently planned to be underway on Tuesday 26<sup>th</sup> June (USA time).

#### **Background**

Interpretation of wire line logs of the target Frio 1.33 sand in the Dona Carlota #1 well indicate a gross gas zone of 13.9 metres and net gas pay of 5.6 metres over the interval 1,423.2 to 1,437.1 metres with gas on rock and no water. As with the successful initial three wells program, tie in of a commercial discovery will be rapid as the lease is crossed by a gas pipeline with access rights and available capacity to tie into.

Participants' interests in the final 3 wells of the Margarita shallow gas program are;

	<u>% Interest</u>
# Sun Resources NL	<b>20.00%</b>
# Victoria Petroleum NL	20.00%
*Empyrean Energy PLC	44.00%
+Wandoo Energy LLC	<u>16.00%</u>
# ASX listed; * AIM listed (farminee); + USA Private Investors	100.00%

Yours sincerely

**SUN RESOURCES NL**



Dr Brad L Farrell

**EXECUTIVE CHAIRMAN**

This report is lodged on the Company's website, [www.sunres.com.au](http://www.sunres.com.au)

Information contained in this report was sourced from information provided by the project operator and compiled by Dr B. L. Farrell, PhD, MSc, BSc (Hons Eco.Geol), FAIMM, MICA, CPGeol, MIMM, MPESA, who has had 37 years experience in the practice of geology and more than 5 years experience in petroleum geology.