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NEWS RELEASE

For Immediate Release

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SECURITIES VIOLATIONS ALLEGED IN STOCK, LIMITED PARTNERSHIP SALES

Boise, Idaho . . . Gavin M. Gee, Director of the Idaho Department of Finance, announced today the filing of a civil lawsuit in Seventh District Court in Rupert, Idaho against several firms and individuals alleged to have violated the Idaho Securities Act. The defendants are: Sundance Resources, Inc., Sundance Systems, Inc., Michael E. Patman, all of Dallas, Texas; and Ghassan "Gus" Assi, San Diego, California.

The five-count complaint alleges that the defendants solicited Idaho residents to purchase common and preferred shares in Sundance Resources and preferred stock issued by Sundance Systems, Inc. Investors in Sundance Resources were promised that they would triple their money within eighteen months. The Sundance corporations are alleged to be affiliated companies that shared common officers and control.

The complaint alleges that investors were not informed of prior securities related disciplinary actions taken against Sundance Resources, Sundance Systems, and several of the officers associated with the Sundance companies. Additionally, investors were not informed that the securities offerings had been withdrawn from Idaho after the state voiced concerns over the terms and disclosures in the offering materials filed with the Department of Finance.

The complaint also alleges that the securities and the securities salespersons were not registered in Idaho and that a false filing was made with the Department in violation of Idaho law. While there are Idaho investors, the Department does not yet know the number of investors or the aggregate amount of their investments.

The Department's suit asks the Court to find that the defendants violated the Idaho Securities Act and that they be enjoined from future violations. It further seeks restitution for all Idaho investors and civil penalties.

The Department urges any Idaho residents who invested in the Sundance offerings to contact the Department at (208) 332-8004.

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