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The Manager
Company Announcements Office
Australian Securities Exchange Limited
20 Bridge Street
Sydney NSW 2000

Dear Sir

ICON WEEKLY UPDATE REPORT

OVERVIEW

1. International reserve certifier Netherland Sewell's first report due next week.
 2. Seismic program underway on 27th August 2009.
 3. Probable full gas saturation as Tingan 2 reaches top of coal and is preparing to core.
 4. Lydia Pilot de-watering commenced on 11th August 2009.
 5. Wakefield No. 1 to spud in PEL 281 in South Australia.
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1. Texas-based Netherland Sewell – one of the world's leading independent petroleum consultants and certifiers - will deliver its preliminary reserves report next week on the Lydia Pilot wells in ATP 626P. This report will be a first "pass" as not all required data is yet available from the de-watering and laboratory results. The de-watering results are necessary for estimating 2P reserves.
 2. The seismic program in ATP 626P has commenced line clearing in preparation for recording due to commence on 27th August 2009. Aboriginal monitoring of the clearing is being conducted in accordance with the requirements of the Cultural Heritage Act and our agreement reached with the Traditional Owners. The seismic program will be the first totally "green", carbon-neutral seismic operation in Australia. Terrex and Icon will soon jointly launch this new initiative, which places Icon at the forefront of environmentally-conscious exploration.
 3. Tingan 2 has reached a depth of 302 metres and the coals penetrated have good gas shows. The plan is to run a drill stem test over the interval penetrated to evaluate the potential commerciality of this coal sequence. The results from this well do not have any effect on the GIIP resources estimates for the Walloons as this is a new shallower play that was not assessed when determining the Company's gas in place resources.

4. The Lydia Pilot de-watering program commenced on 11th August 2009 with Lydia No.2. The other wells will be staggered by a week each. It is important to commence this procedure slowly and gradually increase production to protect the reservoir properties of the coals. Water and gas flows will be monitored separately at each well site. When commercial gas flows are reached, the reserves will be upgraded to bankable levels.
5. Wakefield No. 1 is due to commence drilling in September. Final arrangements are now being made with a drilling rig available as negotiated by Beach Petroleum Limited as Operator for the well. Details will be released of the drilling program soon.

Yours sincerely



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Company Secretary/Director
Icon Energy Limited



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