



ICON ENERGY LIMITED

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energy for the future - the future of energy

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ICON ENERGY LIMITED ANNOUNCES FOUR NEW PILOT PRODUCTION WELLS

HIGHLIGHTS:

- 1. ICON TO DRILL FOUR NEW PILOT PRODUCTION WELLS**
- 2. DOMINIC NO. 1 REPORTS GOOD PERMEABILITY**
- 3. LYDIA NO. 6 REACHES TARGET DEPTH INTO WELL DEVELOPED COALS**

1. ICON TO DRILL FOUR NEW PILOT PRODUCTION WELLS

The Board of Directors of Icon Energy is pleased to announce four new pilot production wells for ATP 626P.

The new wells will be drilled after the end of the current program at a time to be announced.

While the dewatering of the first Lydia Pilot wells continues, the contribution of the first pilot program to Icon's technological knowledge and experience in the region is proving to be invaluable to Icon's current planning for four new pilot production wells.

Permeability and coal interval measurement data collected from the current drilling program is being used to develop a comprehensive picture of the coal formations within ATP 626P. With the first pilot plus the geological and seismic data from the recent programs within the tenement, Icon is very well placed to target and develop key sites in the coming months.

2. DOMINIC NO. 1 REPORTS GOOD PERMEABILITY RESULTS

Preliminary analysis of data from the Dominic No. 1 well indicates good permeabilities over the interval from 940 to 1,100 metres.

Several intervals with over 20 millidarcy of fracture permeability have been recorded from these depths. In essence, these coals exhibit very good qualities for production flow rates of water and gas from the coals.

Of particular interest, the open permeable fractured zones in vicinity of this well were discovered at nearly twice the depth of the Lydia Pilot wells. If this fracture pattern can be extended in future wells, then the resource base can be increased beyond 6,115PJ. Additional drilling is needed for confirmation and reassessment.

The new well data is in the process of being collected and analysed by Icon's technical team to develop a working permeability model to help to short-list a number of sites for the further Lydia Pilot wells just announced.

3. LYDIA NO. 6 REACHES TARGET DEPTH WITH WELL DEVELOPED COAL ENCOUNTERED

The Lydia No. 6 well successfully reached its target depth of 850 metres on Saturday.

Indications are that the well has penetrated very good, well developed coals. Two drill stems have been run on this well to test permeability, with a third currently being conducted.

Lydia No. 6 is the seventh well in the current drilling program within ATP 626P. The program is designed to appraise the Walloon Coal Measures for CSG production with particular focus on identifying areas of preferred permeability and moreover, gas deliverability.

Injection tests are also being trialled on this well in an attempt to record more comprehensive data representative of the reservoir beyond the immediate wellbore environment.

Once Lydia No. 6 is completed the rig will move to Lucy No.1, which will be followed by the last two stratigraphic core wells which will be drilled in the Lydia Farmin area.

Yours faithfully



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Icon is an Australian ASX listed petroleum and gas explorer. Its production and exploration assets are located in the Cooper/Eromanga Basins in South Australia and the Surat Basin in Queensland