
Registered Office:

4 Miami Key
Broadbeach Waters
Queensland 4218 AUSTRALIA

Ph: 61+ 07 5554 7111
Fax: 61+ 07 5554 7100
Email: info@iconenergy.com
Web: www.iconenergy.com

20 February 2012

Mr. Rohan Abeyewardene
Senior Adviser, Listings (Brisbane)
ASX Compliance Pty Ltd

rohan.abeyewardene@asx.com.au

Dear Mr. Abeyewardene

Re: Price Query – Icon Energy Limited (the “Company”)

In response to the price query in your letter dated 17 February 2012, the Company responds as follows:-

1. **Is the Company aware of any information concerning it that has not been announced which, if known, could be an explanation for recent trading in the securities of the Company?**

The Company is not aware of any information concerning it that has not been announced, which if known, could be an explanation for recent trading in the securities of the Company.

2. **If the answer to question 1 is yes, can an announcement be made immediately? If not, why not and when is it expected that an announcement will be made?**

Not applicable.

3. **Is there any other explanation that the Company may have for the price change and increase in volume in the securities of the Company?**

The Company has no explanation for the price or volume change in the securities of the Company.

The Company, however, notes that on 1 February 2012, Drillsearch Energy Limited (**Drillsearch**) announced (amongst other things) that QGC Pty Limited, a BG Group business (**QGC**), had cemented its Cooper Basin shale gas alliance with Drillsearch

and that a 3D seismic programme was expected to commence over its shale gas project area in the second quarter of 2012, in advance of its shale gas drilling programme. This includes QGC farming into and acquiring a 60% interest in Drillsearch's ATP904P tenement, which borders the Company's strategically located ATP855P tenement. Both of these tenements are adjacent to Beach Energy Ltd's (**Beach**) PEL218 tenement in which Beach has previously drilled the Encounter-1 and Holdfast-1 shale gas wells.

In July 2011, Beach farmed into the ATP855P tenement with the Company and has recently completed its acquisition of Adelaide Energy Ltd, which previously held a 10% interest (through subsidiaries) in PEL218 and a 20% interest (through subsidiaries) in ATP855P.

The interests held in ATP855P are currently:

- Icon Energy Limited 40%
- Beach Energy Ltd 60% (including related bodies corporate)

The Company and Beach expect to commence drilling operations in ATP855P in the first half of 2012 under the terms of a farmin agreement which provides for Beach to use its best endeavours to drill a horizontal pilot production well in ATP855P by the end of the first half of 2012.

4. Please confirm that the Company is in compliance with the listing rules and, in particular, listing rule 3.1.

The Company is in compliance with the Listing Rules of the ASX and in particular, Listing Rule 3.1.

Please email ray.james@iconenergy.com.au or phone 07 5554 7111 if there are further queries.

Yours sincerely,



R. S. James
Managing Director



17 February 2012

Mr Wesley Glanville
Icon Energy Limited
4 Miami Key
PO Box 2004
BROADBEACH QLD 4218

By email: wesley.glanville@iconenergy.com

Dear Mr Glanville

ASX Compliance Pty Limited
ABN 26 087 780 489
Level 5, Riverside Centre
123 Eagle Street
Brisbane QLD 4000

PO Box 7055
Riverside Centre
Brisbane QLD 4001

Telephone 61 7 3835 4000
Facsimile 61 7 3832 4114
www.asx.com.au

Icon Energy Limited (the "Company")
PRICE QUERY

We have noted an increase in the price of the Company's securities from a close of 18.5 cents on Thursday, 9 February 2012 to a close of 25 cents today. We have also noted an increase in the volume of trading in the securities over this period.

In light of the price change and increase in volume, please respond to each of the following questions.

1. Is the Company aware of any information concerning it that has not been announced which, if known, could be an explanation for recent trading in the securities of the Company?

Please note that as recent trading in the Company's securities could indicate that information has ceased to be confidential, the Company is unable to rely on the exceptions to listing rule 3.1 contained in listing rule 3.1A when answering this question.

2. If the answer to question 1 is yes, can an announcement be made immediately? If not, why not and when is it expected that an announcement will be made?

Please note, if the answer to question 1 is yes and an announcement cannot be made immediately, you need to contact us to discuss this and you need to consider a trading halt (see below).

3. Is there any other explanation that the Company may have for the price change and increase in volume in the securities of the Company?

4. Please confirm that the Company is in compliance with the listing rules and, in particular, listing rule 3.1.

Your response should be sent to me by email at rohan.abeyewardene@asx.com.au or by facsimile on (07) 3832 4114. It should not be sent to the Market Announcements Office (formerly Company Announcements Office).

Unless the information is required immediately under listing rule 3.1, a response is requested as soon as possible and, in any event, by **8.30am (Brisbane time), Monday, 20 February 2012**.

Under listing rule 18.7A, a copy of this query and your response **will** be released to the market, so your response should be in a suitable form and separately address each of the questions asked. If you have any queries or concerns, please contact me immediately.

Listing rule 3.1

Listing rule 3.1 requires an entity to give ASX immediately any information concerning it that a reasonable person would expect to have a material effect on the price or value of the entity's securities. The exceptions to this requirement are set out in listing rule 3.1A.

In responding to this letter you should consult listing rule 3.1 and Guidance Note 8 – Continuous Disclosure: listing rule 3.1.

If the information requested by this letter is information required to be given to ASX under listing rule 3.1 your obligation is to disclose the information immediately.

Your responsibility under listing rule 3.1 is not confined to, or necessarily satisfied by, answering the questions set out in this letter.

Trading halt

If you are unable to respond by the time requested, or if the answer to question 1 is yes and an announcement cannot be made immediately, you should consider a request for a trading halt in the Company's securities. As set out in listing rule 17.1 and Guidance Note 16 – Trading Halts we may grant a trading halt at your request. We may require the request to be in writing. We are not required to act on your request. You must tell us each of the following.

- The reasons for the trading halt.
- How long you want the trading halt to last.
- The event you expect to happen that will end the trading halt.
- That you are not aware of any reason why the trading halt should not be granted.
- Any other information necessary to inform the market about the trading halt, or that we ask for.

The trading halt cannot extend past the commencement of normal trading on the second day after the day on which it is granted. If a trading halt is requested and granted and you are still unable to reply to this letter before the commencement of trading, suspension from quotation would normally be imposed by us from the commencement of trading if not previously requested by you. The same applies if you have requested a trading halt because you are unable to release information to the market, and are still unable to do so before the commencement of trading.

If you have any queries regarding any of the above, please let me know.

Yours sincerely

[Sent electronically without signature]

Rohan Abeyewardene
Senior Adviser, Listings (Brisbane)

Copy: Mr Ray James, Managing Director, Icon Energy Limited