
Registered Office:

Level 4, 19 Arbour Court
PO Box 3366
ROBINA TC QLD 4230 AUSTRALIA

Ph: 61+ 07 5562 0077
Fax: 61+ 07 5562 0011
Email: info@iconenergy.com
Web: www.iconenergy.com

1 December 2009

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

Dear Sir

UPDATE ON ATP 626P DRILLING STATUS 1 DECEMBER 2009

OVERVIEW

- 1. 'Tommy 1' well coal seam exceeds expectations**
- 2. 'Lorena 1' well reaches the top of the Walloon Coal Measures at a depth of 813 metres**

1. 'Tommy 1' coal seam exceeds expectations

An analysis of the coals from Tommy 1 – the first well in **Icon Energy Limited's (ICN)** new nine-well program – has shown a net coal thickness of 15 metres.

This exceeds the Company's expectations by 11%.

As advised in the announcement of 25 November 2009, Tommy 1 was completed to a depth of 1,066 metres in the western portion of Icon's key ATP 626P tenement in the Surat Basin north of Goondiwindi.

Tommy 1 was drilled as a stratigraphic hole to evaluate the Walloon Coal Measures.

The coals identified are of good quality and are uncommonly fractured. The well penetrated five normal faults of varying displacement from 10 to 75 metres.

Faults and fractures are the preferred conduits for coal seam methane production. This suggests the possibility of improved permeability that, with the correct completion techniques, should also produce gas at above expectations.

Four samples are currently undergoing gas desorption analysis.

2. 'Lorena 1' reaches the top of the Walloon Coal Measures at a depth of 813 metres

Lorena 1, the second well in the current drilling program, has reached the top of the Walloon Coal Measures at a depth of 813 metres.

The hole penetrated two “skinny” coals at 803 and 809 metres respectively. The hole will be cased before core samples of the Walloon Coals are taken.

Icon has a 100% interest in the Tommy 1 and Lorena 1 wells.

Yours faithfully



Ray McNamara
Company Secretary/Executive Director
Icon Energy Limited
Telephone: (+617) 5562 0077
Facsimile: (+617) 5562 0011
Email: info@iconenergy.com Or visit www.iconenergy.com

BACKGROUND

Icon is a listed Australian, **S&P/ASX 300** index oil producer and Coal Seam Gas explorer, headquartered in Queensland.

Its petroleum production and exploration assets are located in the Cooper/Eromanga Basins in South Australia and the Surat Basin in Queensland.

Icon has a current market capitalisation of over \$193 million with 438,845,003 shares on issue as of 24 November 2009.