
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

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

Dear Sir

CHINA GAS DEAL RECEIVES REGIONAL GOVERNMENTAL SUPPORT - 15 APRIL 2010

1. Icon Energy Limited and Shenzhen SinoGas Deal receives Regional Governmental Support

Icon Energy Limited (**ICON**) has welcomed the strong support of Guangdong provincial government for its deal with Shenzhen SinoGas.

Shenzhen SinoGas has issued a statement indicating that the deal is “a major step forward for the Guangdong Province and the SinoGas Group” and has “the support of the provincial governors and the city of Shantou”.

Icon Managing Director, Mr Ray James said today that the exclusive gas deal MOU has been signed with a private Chinese corporation for the first time.

Regional support for the deal has already been demonstrated by local government investment in the construction of approximately five kilometre bridge to Nano Island of which 1.5 kilometres has already been completed. Nano Island is the chosen location for the construction of a new LNG receiving terminal at a project cost of \$A727 million (4,439 million RMB) LNG.

(Please see Shenzhen Sino statement – Annexure A).

2. Icon Managing Director to meet South Australian Premier Mike Rann

Following on from an announcement by Icon Energy Limited (**ICON**) yesterday, Icon Managing Director, Mr Ray James will meet with South Australian Premier, Mike Rann to discuss the future of Icon Energy’s operations in South Australia.

The gas deal worth up to \$A32 billion announced by Icon last week would see the Queensland based explorer supply up to 2.2 trillion cubic feet (TCF) of gas over a 20 year period. Mr James said that the project could be funded through a variety of different channels, including debt funding, Share Purchase Plan (SPP) and rights issues.

Mr James said that the LNG export plant would be a major project which would cost several billion dollars. There are several locations where the LNG plant could be located besides the possible locations available in Gladstone. Premier Mike Rann is keen to see South Australia as an alternative location.

Mr James went on to note that the level of reserves required under the a deal would not be in place by August when the Gas Sale Agreement (GSA) is scheduled to be signed. Accordingly the GSA may include conditions precedent such as the establishment of reserves for meeting the supply via its current tenements in South Australia and Queensland, arrangements with existing joint venture partners, new farmin agreements and the securing of additional gas reserves.

3. Icon Shareholder Support Increases

The number of Icon Energy Limited shareholders has reached 6,758, an increase of some 10% since the announcement of the China Gas deal with Shenzhen SinoGas. The figures are indicative of the strong positive response from the market to the news of the landmark deal.

Yours faithfully



Ray McNamara
Executive Director/Company Secretary
Icon Energy Limited
Telephone: (+617) 5554 7111
Facsimile: (+617) 5554 7100
Email: info@iconenergy.com or visit www.iconenergy.com

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



深圳市赛洛实业发展有限公司

SHENZHEN SINO INDUSTRIAL DEVELOPMENT CO.LTD

This is a major step forward for the Guangdong province and the SinoGas group.

We have the support of the provincial governors and the city of Shantou for a 4439 millions RMB facility to provide for the continued economic growth of the area. This MOU with Icon Energy Limited is both welcomed and necessary.

Director/vice president:

A handwritten signature in black ink, appearing to be a stylized representation of the name "Zhang" or similar.

2010.4.8