



5 July 2013

UNCONVENTIONAL SHALE GAS EXPLORATION UPDATE

Icon Energy Limited (ASX: ICN, "Icon") wish to provide an update on our unconventional shale gas exploration program in ATP 855P.

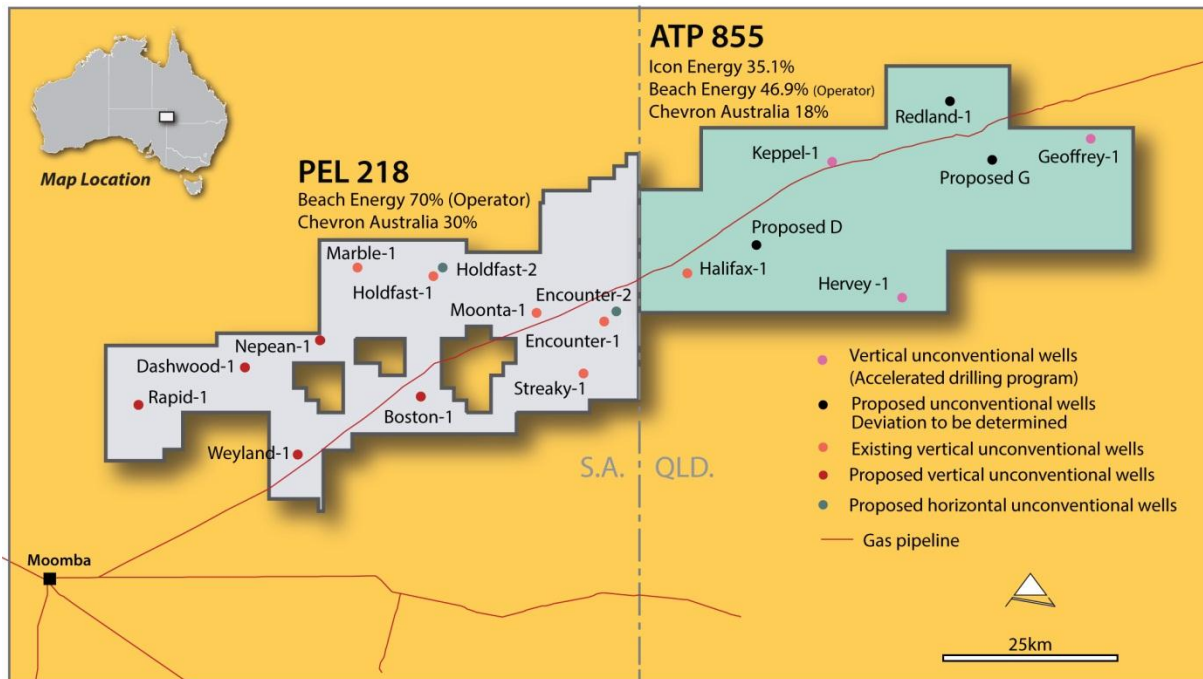
The vertical drilling exploration campaign continued in ATP 855 (Beach Energy Ltd (Beach) 46.9% and operator, Icon Energy Ltd 35.1%, Chevron Australia 18%) with the drilling of the Hervey-1 and Keppel-1 wells.

Hervey-1 is drilling ahead in the Patchawarra Formation at a depth of 4,020 metres, with Keppel-1 preparing to drill ahead after cutting the first core in the Daralingie Formation at 3,535 metres.

Results from drilling of both wells are encouraging with gas shows in the sections penetrated to date.

The Joint Venture plans to commence drilling the next well, Geoffrey-1 in mid-July using the Ensign 615 rig once it has been released from the Hervey-1 well.

These wells are located to appraise the extent of the basin centred gas discovery to confirm the extent of the gas saturation in the Permian sedimentary section in ATP855.



The Nappamerri Trough is a potential world class gas asset and is the most advanced shale gas province in Australia to date.

Interests in ATP 855P

Icon Energy 35.1%

Beach Energy 46.9% (Operator)

Chevron Australia 18%

Ends



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