

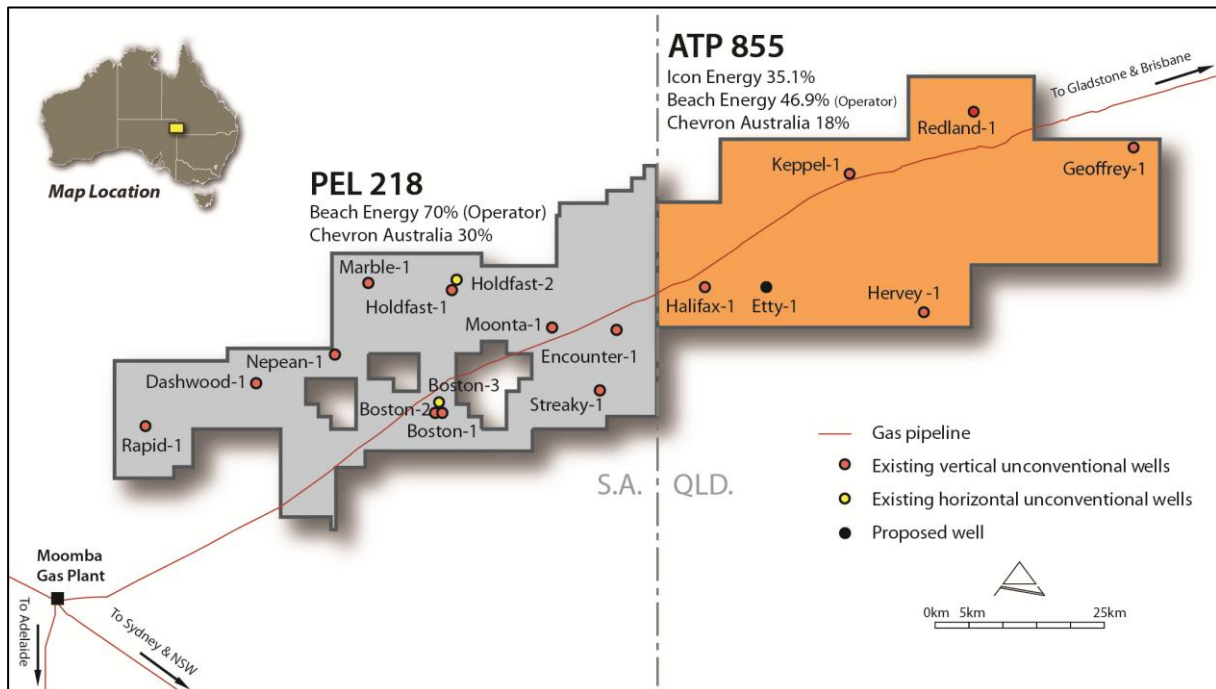


20 January 2014

REDLAND-1 UNCONVENTIONAL SHALE GAS WELL DRILLING UPDATE

Icon Energy Limited (**ASX: ICN**, "Icon") advises that the Redland-1 vertical well in ATP 855 is drilling ahead at a depth of 3,700 metres in the Toolachee Formation at an average rate of 4.5 metres/hour.

Redland-1 is located in a similar structural position to Keppel-1, which is 18 kilometres to the south west, and is designed to specifically test the Toolachee and Daralingie Formations. The well is expected to reach a total depth of approximately 3,800 metres in the top of the Roseneath Shale.



PEL 218 / ATP 855 Well Locations

Following the drilling of Redland-1, the Ensign 965 rig will move to the last well in the current drilling campaign, Etty-1, which is located approximately 9 kilometres to the east of Halifax-1.

A four well hydraulic stimulation campaign will commence in Q2 2014 and include Geoffrey-1, Redland-1, Etty-1 and Hervey-1. Key target reservoirs have been identified in each well drilled that will be the focus of the stimulation and flow test activity. These tests are designed to understand the contribution from each reservoir interval, which represent only part of the overall capacity of each well.

Joint Venture Interests in ATP 855

Icon Energy Limited 35.1%

Beach Energy Limited (**ASX: BPT**) 46.9% (Operator)

Chevron Australia Exploration 1 Pty Ltd 18%



R Mallett
Company Secretary

Investor enquiries:

Mr Ray James
Managing Director
Office: +61 7 5554 7111

Mr Richard Holliday
Commercial Manager
Office: +61 7 5554 7111
Mobile: +61 (0)438 105460
E-mail: richard.holliday@iconenergy.com

Icon Energy Limited ABN 61 058 454 569
PO Box 2004, Broadbeach QLD 4218
Telephone: +61 7 5554 7111 Facsimile: +61 7 5554 7100
www.iconenergy.com

