ICON RESOURCES

Annual Report 2010

ASX Code: III
Icon Resources Ltd
ABN 77 115 009 106

CORPORATE DIRECTORY

Directors

Dr Leon Pretorius	Chairman
Dr John Bishop	Managing Director
Dr Andrew White	Non-executive Director
Steve Bartrop	Non-executive Director

Company Secretary

Robert Waring

Registered Office

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Website: www.iconresources.com.au

Email: info@iconresources.com.au

Share Registrar

Computershare Investor Services Pty Ltd

Level 2, 45 St George Tce, Perth, WA, 6000

Telephone: 1300 557 010

Auditors

Barnes Dowell James

North Sydney NSW 2060

Stock Exchange Listing

Listed on the Australian Securities Exchange (ASX)

ASX code: III

ABN: 77 115 009 106

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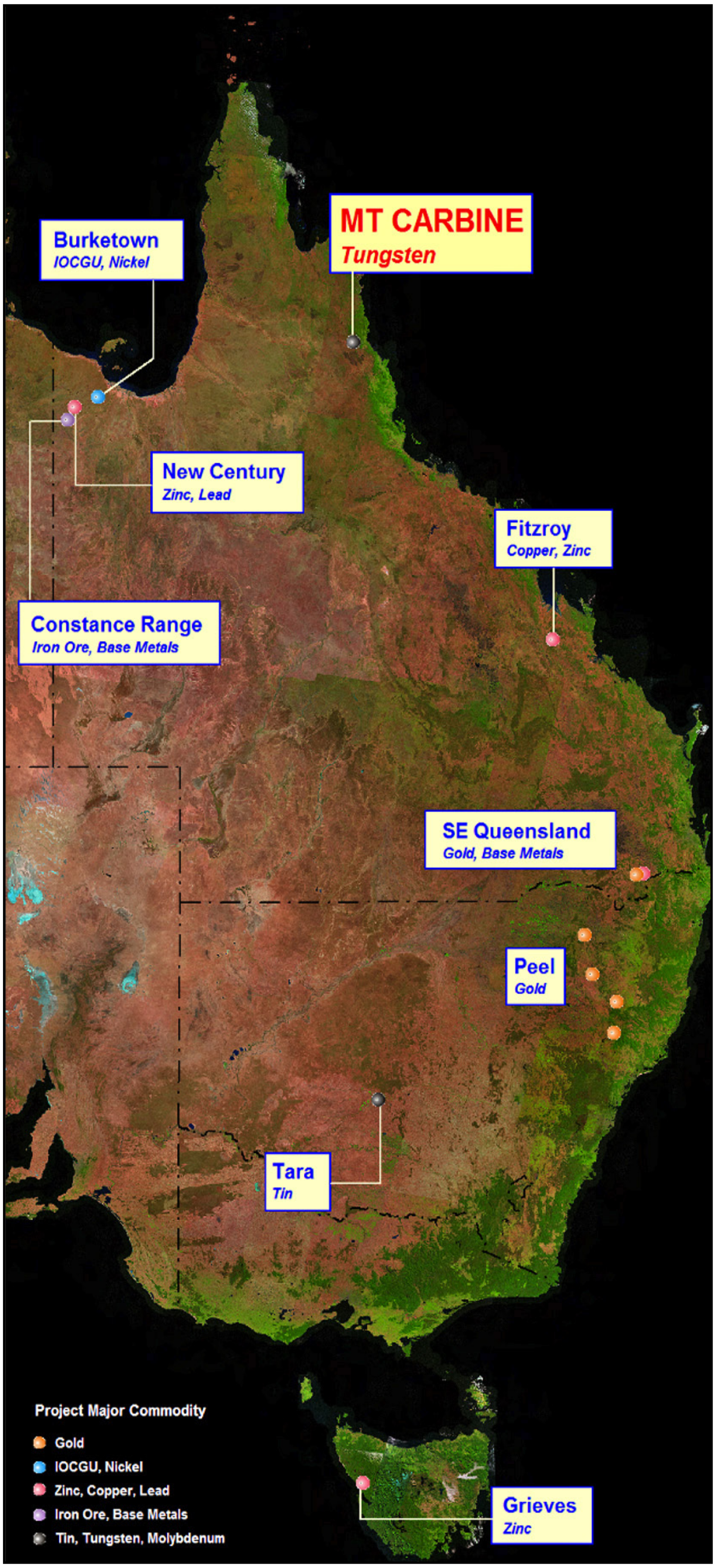


Location of Mt Carbine tungsten in North Queensland. The mine is just 130km from the Port of Cairns, and a ~45 minute drive from Port Douglas.

The map above shows the locations of Icon's current exploration and development projects in Eastern Australia.

CHAIRMAN'S REPORT

At the time of writing this report, in mid August just prior to the Federal election, there is a renewed assurance in the strength of the economy and increasingly it seems a growing confidence in the mining sector. There is certainly an increasing global interest in tungsten with its price consistently rising over the past 12 months and now nearing pre-GFC levels. Two months ago, the European Commission declared tungsten a 'critical raw material' as a result of fundamental supply and demand issues. After a long pause it seems that tungsten, described by the Chinese as 'The Teeth of Industry', is back on industry's agenda.

August to October will be a time of heightened activity at the Company's flagship tungsten project, Mt Carbine in North Queensland. Firstly, it is expected that an increased JORC Code-compliant resource for the 'hard-rock' mineralisation will be produced by incorporating the results of the recently completed diamond drilling program into last year's Scoping Study. This will be followed by a mining model and associated financial model which will define the broad economic parameters of the project.

In September, a state-of-the-art X-ray ore-sorter is expected on site to test and characterise the run-of-mine ore and to test the waste and reject stockpiles which total an estimated 18Mt of mineralised material. If re-treating is shown to be viable, this will add significantly to the project's bottom line.

Bulk metallurgical testing of the tailings material is also scheduled for this period to confirm the viability of re-treating approximately 2Mt of tailings. Once verified and subject to permitting, it is anticipated that this project will be operational by early 2011, representing a low capex, fast start to production at Mt Carbine. This project is expected to produce around 50 tonnes of low-grade mixed concentrate per month for an approximately two-year period at which point production from the main long life 'hard-rock' mining project is expected to commence.

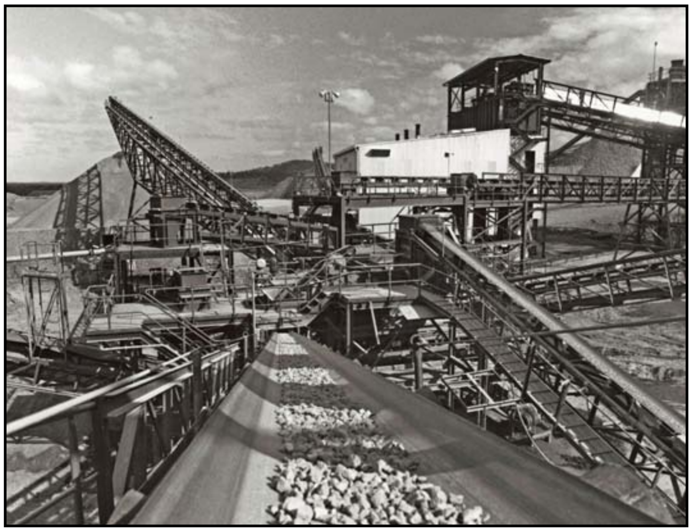
Recent drilling at the Peel Fault gold project in NE NSW defined a large region of highly anomalous gold and Icon is currently working on ways to maximise shareholder benefit from this and the Company's other non-tungsten projects.

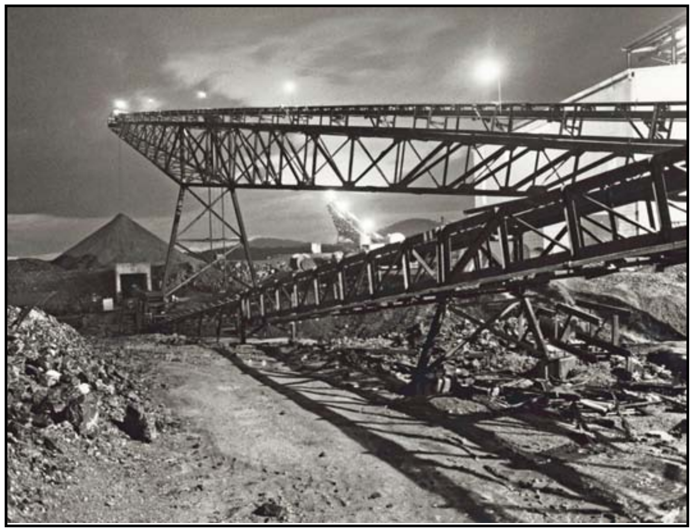
I am very pleased to have been invited onto Icon's Board as its non-executive Chairman and look forward to participating in its near-term metamorphosis from a diversified mineral explorer to a tungsten producer. I have known most of the Icon team for a number of years and have got to know the others during my recent involvement and commend them for their dedication during some difficult times.

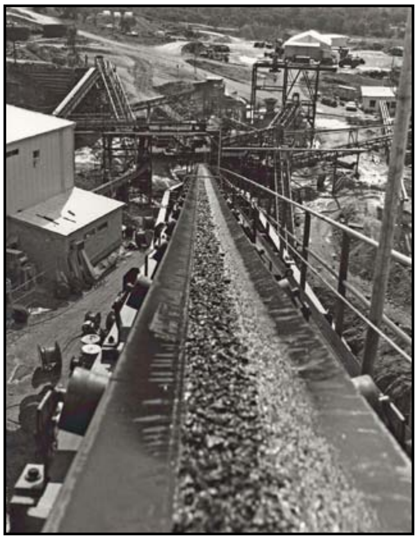
In particular I would like to acknowledge the role that Steve Bartrop played in the formation of Icon, bringing it to IPO and assisting the Company through its formative years. With Icon about to fundamentally change its form from explorer to producer, Steve considers that this is logical time for him to leave the Board and Steve will not be standing for re-election at the Company's AGM in September. On behalf of all shareholders, I thank Steve for his past endeavours for the Company and wish him well with his many other endeavours.

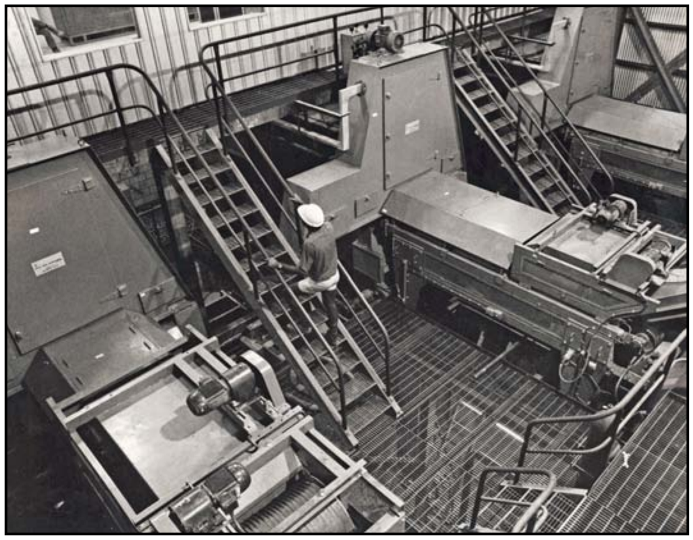
I am confident your Company is entering an exciting growth phase that will reward its loyal shareholders and I thank you for your patience.

Dr L. Pretorius









Above: Mt Carbine was the first mine in Australia to use ore-sorters which resulted in significant cost savings. Ore-sorters have been much improved in the thirty-plus years since these were installed and greater efficiencies are expected in the new plant. Other processing improvements include high speed centrifugal concentrators which are capable of separating down to much finer particle sizes, thus leading to higher recoveries.

Mineralised veining extending into Carbine Hill - North face of open cut.

REVIEW OF OPERATIONS

During the past year Icon continued to focus on its flagship project, the Mt Carbine tungsten mine, albeit at a GFC-enforced slower pace for at least the earlier part of the financial year.

However the pace of activities at Mt Carbine took a large step up with the engagement of Ian Sheffield-Parker as project manager in mid-March of this year.

An eight month drilling campaign at Mt Carbine was completed last month and, following receipt of all assays, the results will be used to produce an increased, upgraded JORC Code-compliant resource model.

As well as the hard-rock resource, work at Mt Carbine has also entailed a revival of the Tailings Re-treatment Project and assessment of the extensive mineralised waste dumps.

A three hole drilling program on the Crow King licence within the Peel Fault gold project in NE NSW was completed in mid-year with some significant gold assays recorded.

Drilling was also carried out at the Tara tin project in central NSW.

Previous problems with tin assays both with Icon and other company data, led to a decision to undertake a careful program of sample preparation and we are still awaiting these results.

Joint venture partners, or buyers, are being sought for Icon's other tenements to allow the Company to fully focus on getting Mt Carbine back into production.

MT CARBINE: ML'S 4867 AND 4919 AND EPMS 14871 AND 14872

Target: **Re-development of the Mt Carbine Vein and Stockwork-hosted tungsten orebodies**

The Mt Carbine project is located approximately 130km to the NW of Cairns in Far North Queensland, and was a major producer of tungsten concentrates until low metal prices forced the closure of operations in the mid-1980's. Following the acquisition of Mt Carbine in 2008, Icon has been progressing the re- development of the project as the longer-term outlook for tungsten continues to improve.

Significant advances to date include:

» Completion of the positive 2009 Scoping Study, incorporating analysis of both expanded open cut and longer-term underground mining operations and preliminary costing of design flowsheets.

» Pre-feasibility study commenced including the accelerated production of tungsten concentrates from tailings and mineralised waste.

» Preliminary geological modelling of previous drilling data has highlighted extensive tungsten mineralisation adjacent to and beneath the existing open cut (Exploration Target of 55-60 Mt @ 0.07-0.09% WO_3).

» Completion of 5000m of additional drilling targeting extensions to the known mineralisation and grade validation using existing drillcore will facilitate the estimation of resources in addition to the current Inferred Resource of 9.6Mt @ 0.2% WO_3 beneath the floor of the open cut.

Above: Rock from the mineralised waste stockpile at Mt Carbine.

Left: Satellite view of Mt Carbine mine. The sealed Peninsula Development Road runs through the site. All necessary infrastructure is in place including long-life tailings storage, power, environmental approvals and several sources of water.

» Metallurgical testwork has confirmed the recovery of fines previously lost to tailings and constrained conceptual flowsheets for both the processing of tailings and enhanced recovery from hard-rock operations.
» Previous high-grade concentrate characteristics have been confirmed and samples dispatched to potential offtakers.
» Ongoing negotiations with a number of domestic and international resource developers and downstream tungsten consumers to participate in the re-establishment of Mt Carbine as a significant global tungsten producer.

Above: Legacy core showing high-grade quartz-wolframite veining intersected to the NW of the existing open cut.

Above: Quartz-wolframite sheeted veining extending into the floor and north wall of the existing open cut. Photo circa 1986.

RESOURCE POTENTIAL

During the early 1980's Mt Carbine was Australia's leading tungsten producer, with a total recorded production of approximately 17,000 tonnes of wolframite and scheelite concentrates extracted from some 13.5 Mt of sheeted quartz veining. When operations ceased in 1986 underground development was well advanced to access high-grade mineralisation extending beneath the floor of the open cut.

An Inferred Resource of 9.6Mt @ 0.2% WO_3 has been previously reported (Icon Rights Issue Prospectus – June 2008) for mineralisation delineated beneath the existing open cut which was to be exploited by planned underground stopes. Previous exploration drilling had also intersected wolframite-scheelite mineralisation associated with quartz veining open at depth beneath and adjacent to the planned stopes, and to the north, north-west and north-east of the existing open cut.

Following the compilation of all historical drilling data (8,222m of drillcore from 39 holes), geological modelling completed in mid 2009 outlined an Exploration Target of 55-60Mt @ 0.07-0.09% WO_3 beneath and adjacent to the open cut (ASX release 3rd July 2009).

To better resolve the mineralised zones identified by the previous drilling and obtain sufficient data to generate JORC Code-compliant resource estimation, Icon has completed a substantial 'step-out' drilling program. Diamond drilling commenced at Mt Carbine in mid-December 2009 targeting mineralised zones adjacent to the existing open pit and was completed in early July 2010. Seventeen holes were drilled, totalling nearly 5,000m of mostly HQ core. All drillholes have intersected tungsten mineralisation beyond the extent of the current resource model with broad intercepts reported from the Iron Duke zone to the NE of the open cut, and a number of higher grade zones beneath the northern section of the pit are awaiting final assays.

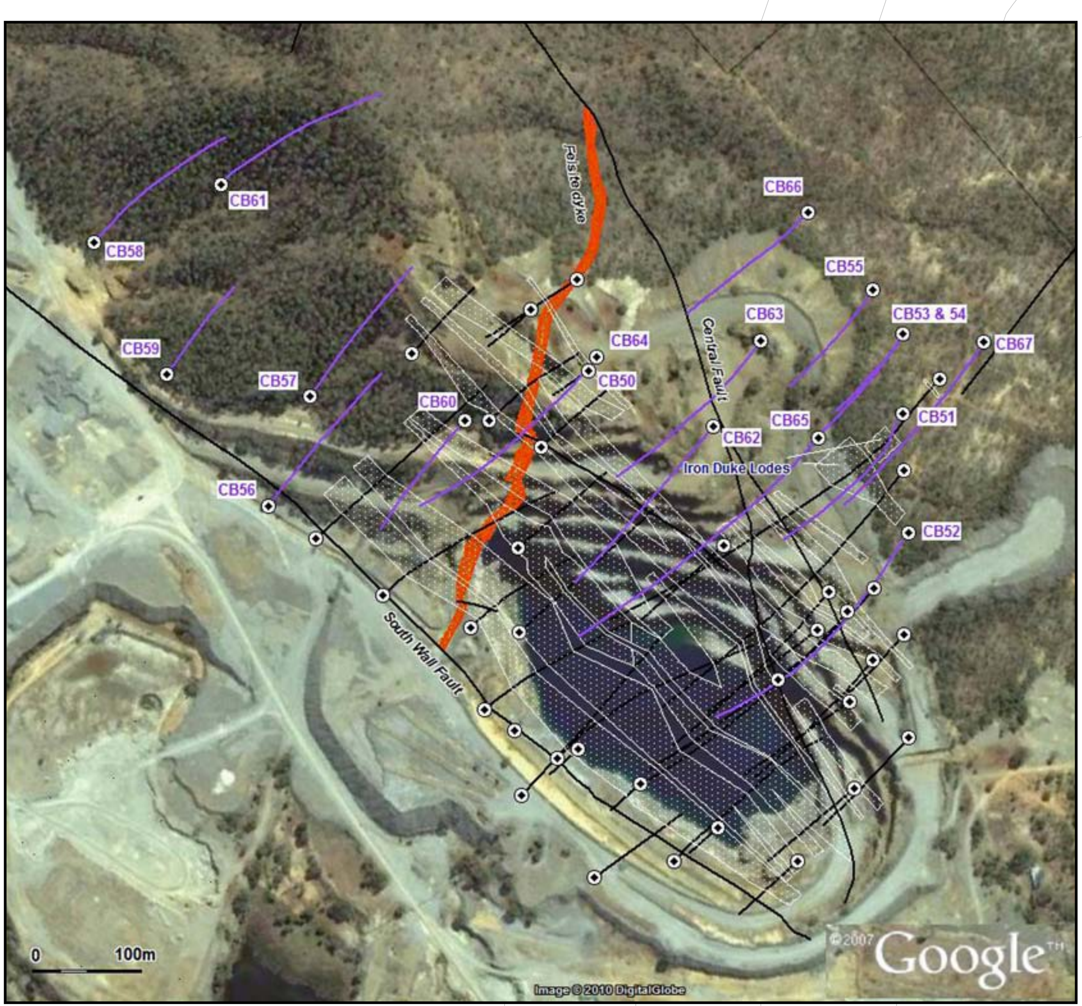
The results, together with recently validated intersections from legacy drillcore will be used to produce a revised JORC Code-compliant resource model, which will upgrade the hard-rock mining model and project financial forecasts produced by the Scoping Study in late 2009.

These revisions will form a key component of the project pre-feasibility study.

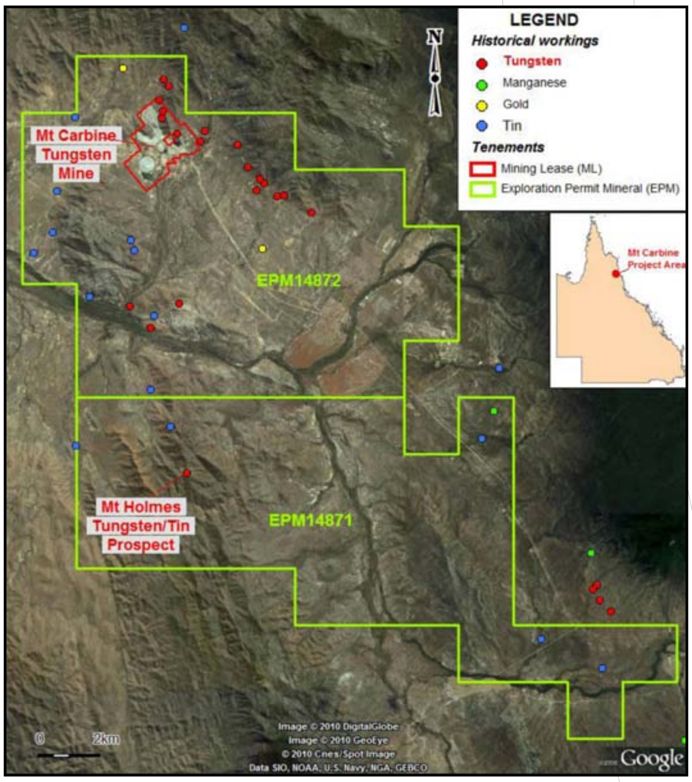
MT CARBINE EPMs

Icon has successfully secured additional tenure surrounding Mt Carbine with EPMs 14871 and 14872 assigned to Icon's wholly owned subsidiary Tungsten Resources Pty Ltd. Initial field inspections have confirmed an extensive line of historical tungsten workings extending to the south-east from Mt Carbine. As well as mineralised quartz veining, this area contains meta-basalts and cherts similar to the Iron Duke Zone adjacent to the Mt Carbine open pit.

These EPMs have received very little attention since the workings were active a century ago and are considered to have a very real potential for further significant contained amounts of tungsten mineralisation. Icon plans to systematically explore the tenements in conjunction with ongoing resource definition activities.



Left: Plan view of Icon's drilling adjacent to the open cut. All holes have intersected mineralisation and a revised model will be developed upon receipt of final tungsten analyses. Legacy drilling in black; Icon drilling labelled and in purple.



Above: Perspective view of Mt Carbine – the granted Mining leases (outlined in red) straddle the sealed Peninsular Development Road. Icon has recently acquired the surrounding exploration tenure (boundaries shown) significantly adding to the local resource potential and project flexibility.

PROCESS DEVELOPMENT

While the bulk resources previously mined at Mt Carbine have returned relatively low recovered grades (approximately 0.1%WO_3) a review of past production and analysis of tailings indicated that overall recoveries were at best 55-60% with significant tungsten lost to mine waste and fine tailings.

One of the most important aspects of the previously profitable operation of Mt Carbine was the ability to substantially upgrade the ore extracted from the open cut through a combination of in-pit sorting and beneficiation using optical and X-ray ore sorting.

This effectively rejected barren wallrock and reduced the tonnage of material processed through the plant.

Advancements in ore–sorting technology will contribute to enhanced beneficiation with reduced loss of valuable tungsten minerals to waste, and the ability to market lower grade mixed concentrates will also improve overall recovery.

Current Pre-feasibility test work on the tailings and mineralised waste will enable the flow sheet required to commence production of a mixed concentrate to be finalised.

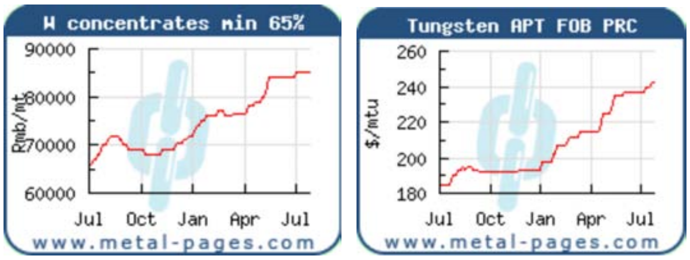
Following final process design and approval of amendments to the operating licences, it is anticipated that production from tailings could start before the end of 2010.

It is expected that this project would last up to two years and provide a modest cash flow before concentrates from the hard-rock and stockpile operations come into production.

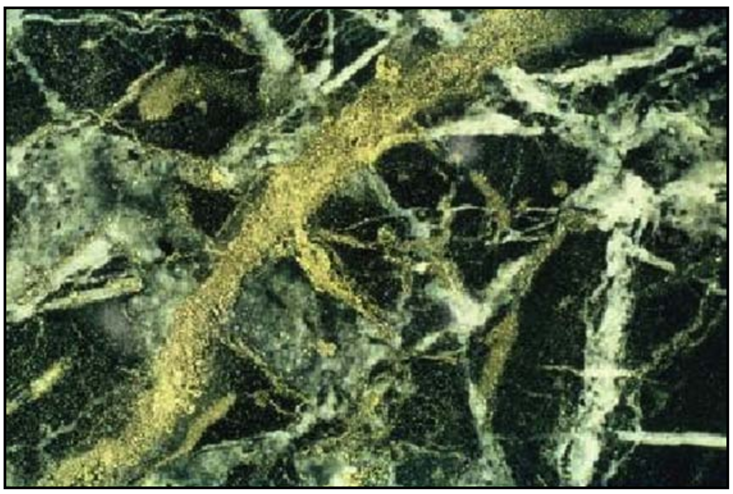
TUNGSTEN MARKETS

The market price for concentrates and the more commonly traded refined product APT (ammonium paratungstate) has improved from mid-2009 returning to pre-GFC levels. Recent market analysis has projected longer-term strength for tungsten, particularly for non-Chinese supply beyond 2012, with supply shortages indicated from 2013.

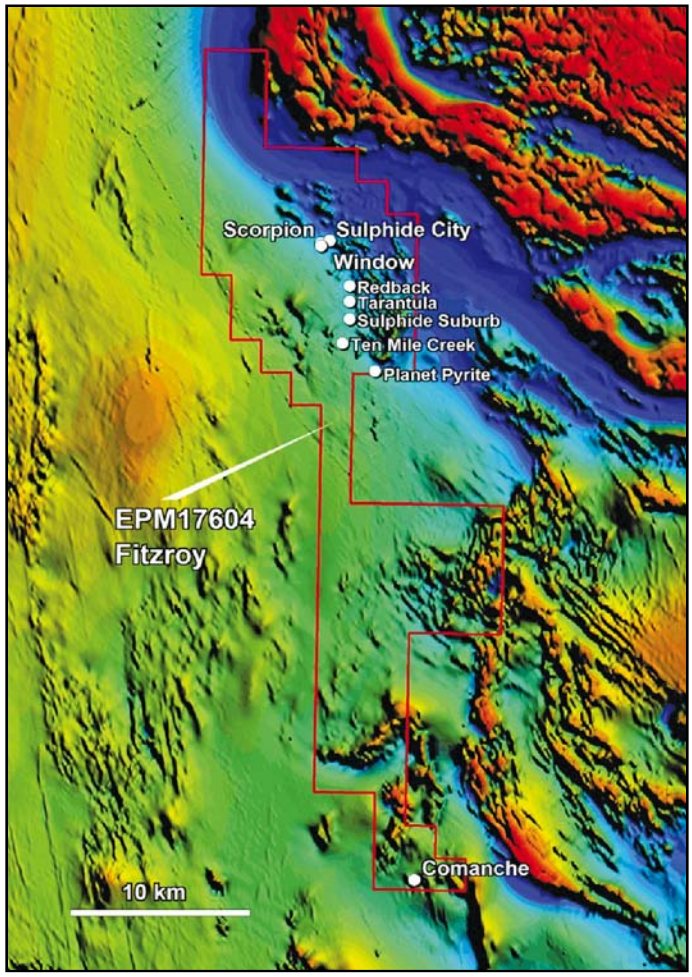
Icon is continuing to develop contacts with global tungsten consumers both as offtakers for future concentrate and as potential partners / investors in the re-development of Mt Carbine.



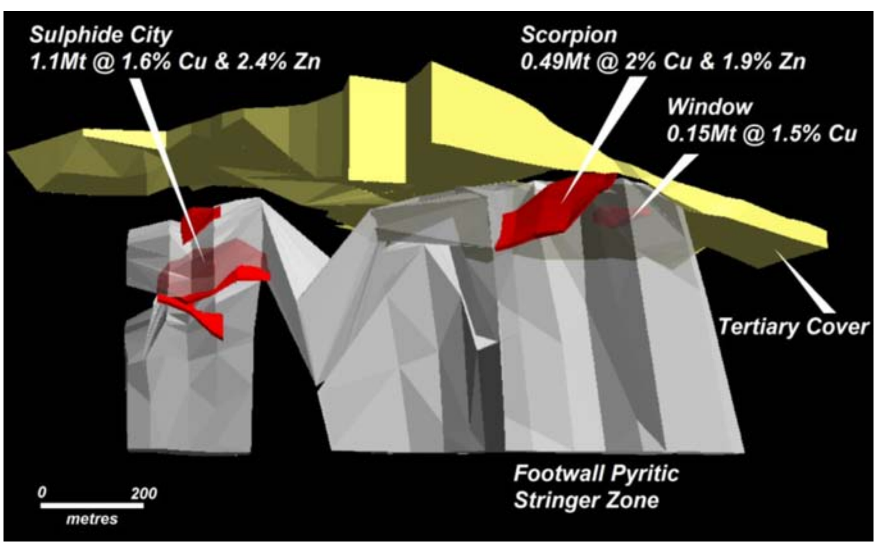
Above: 2009-2010 market price trends for tungsten concentrates and ammonium paratungstate (APT).



Above: Close up of Fitzroy core.



Above: Magnetics for Fitzroy showing Sulphide City and Scorpion.



Above: Fitzroy Project - currently defined extent of the Sulphide City, Scorpion and Window Cu-Zn bodies beneath Tertiary cover.

FITZROY: EPM 17604

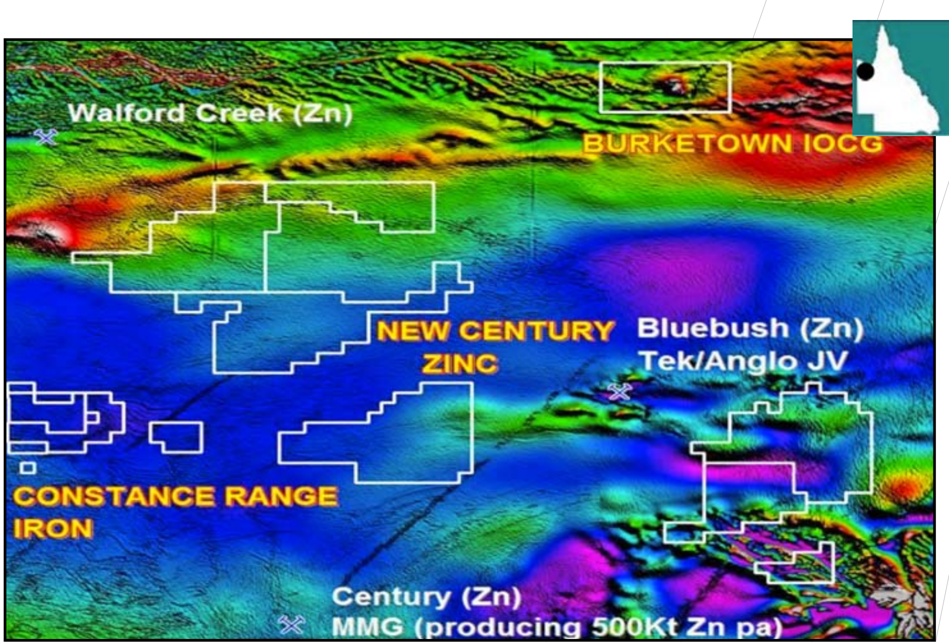
Target: Volcanic-hosted style polymetallic (Cu/Zn) massive sulphides

The Fitzroy Project covers a belt of volcanic rocks to the north of Rockhampton where previous exploration has identified a series of concealed copper-zinc mineralizing systems.

Geological modelling of available data has generated an Inferred Resource estimate for the three main mineralised bodies currently defined by drilling (Sulphide City, Scorpion and Window) of 1.75Mt grading 1.7% Cu and 2% Zn at a 1% CuEq cutoff *.

EPM 15401, Glentanna in SE Qld is simalarly mineralised; i.e., a VHMS polymetallic terrane. The company is currently seeking to maximise the value of these two projects. Spinning them out into a separately listed company is a preferred possibility.

**JORC Code-compliant Inferred Resources at Fitzroy (copper-zinc) are detailed in an ASX announcement dated 28 November 2007.*



Above: Icon's strategic tenement position on the northern flank of the NW-Qld Mineral Province: EPM14589 (Constance Range); EPM15368 (Burketown); and EPMA's, 15904, 16228-30, 16232, (New Century).

NORTH WEST QLD

Icon through its 100% owned subsidiaries holds granted tenements and applications over large areas along the NW margin of the highly prospective Mt Isa block in NW Qld. These project areas cover both outcropping and concealed targets with potential for world-class sediment-hosted (SEDEX) 'Century-style' zinc mineralisation and Iron oxide copper-gold-uranium (IOCGU) deposits, and may host significant iron, nickel, PGE and unconformity-related uranium mineralisation.

BURKETOWN: EPM 15368

Target: Iron oxide copper gold uranium (IOCGU), Mafic-ultramafic hosted nickel

Within the Burketown tenement the primary exploration target is a large iron oxide copper-gold mineralising system, possibly with associated uranium and rare earth elements, similar to known world-class deposits and recent discoveries under cover in South Australia.The concealed basement may also be prospective for primary nickel deposits, and geophysical strategies are being developed to refine target definition.

NEW CENTURY: EPM 15866 (ARGYLE CK), AND EPMA'S 15904 (BANNOCKBURN), 16228 (SHADFORTH), 16229 (SANDY CK), 16230 (STEIGLITZ) AND 16232 (ALMORA)

Target: Sediment-hosted Zinc-Lead-Silver similar to the nearby Century deposit

Icon (through its subsidiary Troutstone) has lodged semi-contiguous tenement applications covering over 1200 km^2 to the north of the Century Zinc Mine. The region hosts a number of world-class base metal deposits and represents one of the world's most productive zinc provinces and is highly prospective for sediment-hosted (SEDEX) zinc-lead mineralisation.

The company is seeking to incorporate this strategic tenement package in one or more JV arrangements and has initiated negotiations with several base metal groups active in the region.

CONSTANCE RANGE: EPM 14589 (ELIZABETH CK), EPMA 17895 (CONSTANCE RANGE)

Target: Iron ore

These tenements contain a number of potentially significant sedimentary iron ore horizons which were previously defined by BHP in the early 1960's and form part of the Constance Range Iron Ore mineralisation which is being re-evaluated by several groups in adjoining tenements. Icon has compiled historical data on the known iron ore resources, and is assessing potential development opportunities.

SOUTH-EAST QUEENSLAND

GLENTANNA: EPM 15401

Target: Volcanic-hosted style polymetallic (Cu/Zn) massive sulphide lenses

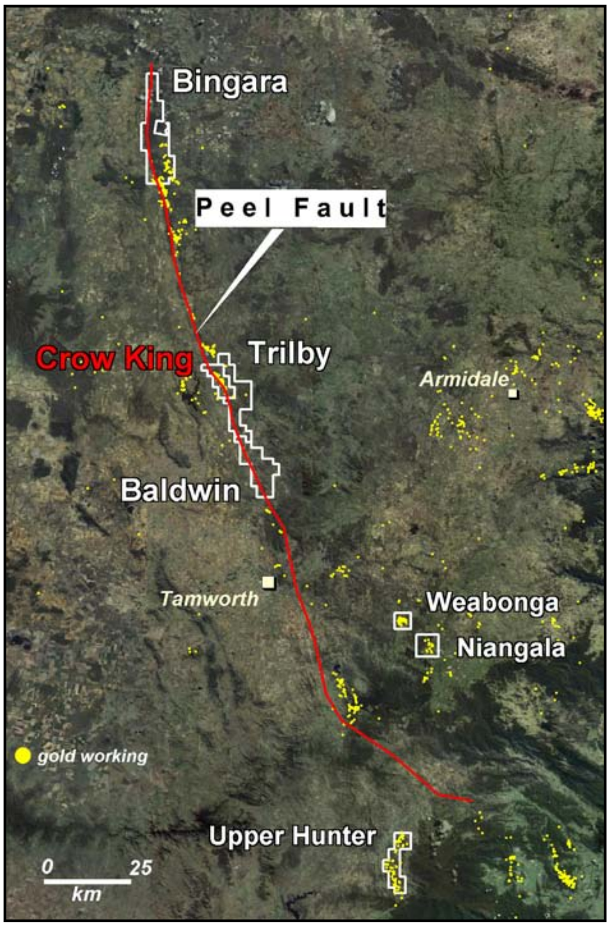
Glentanna contains a number little explored old mines and mineral occurrences including 'Grieves Quarry' which was drilled by the Geological Survey of Queensland and who defined a (non-JORC Code) resource of 0.2Mt @ 5% Zn associated with limestones and altered volcanic stratigraphy.

As was noted previously, consideration is being given to spin out Glentanna and Fitzroy as a separate listed VHMS focused company.

IRON POT CREEK: EPM 17071

Target: Concealed Porphyry-style gold +/- molybdenum

Outcropping breccias and alteration zones previously evaluated at Crystal Mountain to the SW of Warwick may represent a barren alteration cap located above a possible concealed intrusive-related gold system at depth. No work has been carried out on this tenement in the last 12 months.



Above: Geological mapping has highlighted extensive zones of 'listwanite' (carbonate-quartz-fuchsite/chlorite-sulphide) altered ultramafic rocks, often spatially associated with historical gold occurrences. Soil and rock-chip geochemical surveys have defined large coherent gold-arsenic-antimony-mercury anomalies coincident with these altered rocks.

NORTHERN NSW

PEEL FAULT: EL6618 (UPPER HUNTER), EL6620 (WEABONGA), EL6648 (CROW KING), EL2805 (TRILBY), EL2806 (BINGARA), EL2807 (BALDWIN), EL2827 (NIANGALA)

Target: Gold, platinum group minerals, nickel, chrome and diamonds

The Peel Fault on the western margin of the New England Foldbelt is a Palaeozoic greenstone belt with extensive historical gold occurrences along its length. The zone has received little attention and remains remarkably under-explored. The belt is considered prospective for Californian 'Mother-lode' and related vein gold systems, and has potential for platinum group minerals, nickel, chrome and diamonds.

Exploration has focused on the Crow King tenement where potential exists for bulk tonnage and high grade gold deposits. Icon's exploration activities have included detailed geological mapping, extensive field portable XRF (FPXRF) & conventional soil geochemical surveys, rock-chip sampling, petrology and 3D IP chargeability and resistivity surveys.

Icon recently completed an initial drilling program at the Magnesite Hill prospect to test priority geochemical and geophysical anomalies. The holes were collared in serpentinite on the eastern side of the Peel Fault and drilled through the fault into metasediments on the western side of the fault.

Each hole passed through zones of intense listwanite alteration, but also intersected intensely altered igneous dykes, mostly intruded into the Peel Fault zone itself. One hole, ICK002, intersected a zone of mineralised meta-sediments on the western side of the fault.

Highly anomalous, sub-economic gold was intersected in each hole, with the best gold grades being found in the metasediments in ICK002 (14m at 1.00g/t from 137m, including 2m at 3.69g/t from 139m), and in the altered dykes in ICK001 (8m at 1.27g/t from 140m within a broader anomalous envelope of 55m grading 0.45g/t gold from 117.4m).

Icon regards these results from the first significant gold exploration in the district, as highly encouraging. The fact that the gold mineralisation is strongest in altered late igneous intrusives and mineralised metasediments also opens up a wider range of possible gold deposit styles to be found along the Peel Fault System, including the potential for gold in quartz veins which was not tested by this drilling.

Icon's licenses cover approximately 75km strike length of the northern Peel Fault and give the Company a strong tenement position in this geological terrain.

Further to the east at Weabonga, a number of targets associated with historical workings and outcropping gold-bearing quartz veins await drill testing.

Highly altered / mineralised dyke (above left) and graphite (right) breccia zones within the 8m zone from 140m depth in drillhole ICK-001 grading 1.27g/t gold (above), and adjacent listwanite alteration at Peel Fault.

Above: *Dr Andrew White examines the rock face at Peel Fault gold project, NSW.*

CENTRAL NSW

TARA: EL 6532

Target: Concealed intrusion-related tin-tungsten veins / stockworks and associated deep-lead alluvial deposits

Exploration to date at Tara has identified a large (3km x 2km) polymetallic system with widespread tin, tungsten and zinc mineralisation concealed beneath shallow alluvial cover.

Analysis of high-resolution resistivity profiles over the main prospect area has identified a network of concealed alluvial channels at the base of the cover sequence, some of which may be associated with alluvial tin derived from the mineralised basement.

Drill testing of the most prospective concealed channels has been completed and the drill samples are currently being put through a comprehensive preparation process aimed at ensuring accurate determination of tin content.

Above: Drill core at Tara showing Polymetallic sulphide vein.

Left: Drilling at Tara

Right: Silverwood Copper Mine (Glentanna). This lies approximately 3 km along strike from the Grieves Quarry mineralisation where the GSQ estimated a (non-JORC Code) inferred resource of ~0.2Mt at 5% zinc. Data searches suggest that it has not been drilled and has had minimal exploration.

TASMANIA

PROFESSOR: ELS 47/2005 (HENTY RD) AND 8/2005 (AMBER CK)

Target: 'Irish-style' carbonate hosted zinc-lead associated with shallow secondary zinc-in-peat resources and deeply weathered oxide-zinc potential

Icon is continuing to review processing options for the near-surface zinc resources and the broader exploration along the ~25km of potentially mineralised horizon within the Professor project area.

Discussions are also continuing with groups active in the region to progress additional exploration and development opportunities.

John Bishop

Managing Director

COMPETENT PERSON

The information in this report that relates to Exploration Results is based on information compiled by Dr John Bishop, who is a member of the Australian Institute of Geoscientists. Dr Bishop is a full-time employee of Icon and has sufficient experience relevant to the styles of mineralisation and types of deposits under consideration and to the activity he is undertaking to qualify as a Competent Person as defined in the 2004 Edition of the "Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves". Dr Bishop consents to the inclusion in the report of the matters based on his information in the form and context in which it appears.

TENEMENT SCHEDULE

Name	Number	Expiry Date	Status	Licence Holder
New South Wales				
Tara	EL6532	14-Mar-10*	Granted	Icon
Upper Hunter	EL6618	29-Aug-10*	Granted	Icon
Weabonga	EL6620	29-Aug-10*	Granted	Icon
Crow King	EL6648	18-Oct-10	Granted	Icon
Trilby	EL6680	13-Dec-10	Granted	Icon
Bingara	EL6681	13-Dec-10	Granted	Icon
Baldwin	EL6682	13-Dec-10	Granted	Icon
Niangala	EL6683	13-Dec-10	Granted	Icon
Queensland				
Mt Carbine No1	ML4867	31-Jul-22	Granted	Mt Carbine Quarries NL#
Mt Carbine New DCL	ML4919	31-Aug-23	Granted	Mt Carbine Quarries NL#
Mt Carbine Extended	EPM14871	12-Dec-10^	Granted	Tungsten Resources
Mt Holmes	EPM14872	11-Dec-10^	Granted	Tungsten Resources
Elizabeth Creek	EPM14589	04-Aug-10*	Granted	Cast Resources
Burketown	EPM15368	01-Aug-11	Granted	Troutstone
Glentanna	EPM15401	28-Jun-12	Granted	Icon
Iron Pot Creek	EPM17071	07-Jul-11	Granted	Icon
Fitzroy	EPM17604	20-Oct-10*	Granted	Icon
Argyle Creek	EPM15866	21-Sep-11	Granted	Troutstone
Bannockburn	EPMA15904		Application	Troutstone
Shadforth	EPMA16228		Application	Troutstone
Sandy Creek	EPMA16229		Application	Troutstone
Steiglitz	EPMA16230		Application	Troutstone
Almora	EPMA16232		Application	Troutstone
Constance Range	EPMA17895		Application	Troutstone
Tasmania				
Henty Road	EL47/2004	10-Feb-11	Granted	South Eastern Resources
Amber Creek	EL8/2005	29-Mar-11	Granted	South Eastern Resources

 # Registered sub-lease to Icon's wholly owned subsidiary, Tungsten Resources Pty Ltd

^ In the process of being assigned to Icon's wholly owned subsidiary, Tungsten Resources Pty Ltd

** Tenement renewals lodged*

The directors of Icon Resources Ltd present their report on the consolidated entity (Group), consisting of Icon Resources Ltd and the entities it controlled at the end of, and during, the financial year ended 30 June 2010.

DIRECTORS

The following persons were directors of Icon Resources Ltd during the whole of the financial year and up to the date of this report, unless otherwise stated:

Dr Leon Pretorius, Non Executive Chairman (appointed 15 March 2010)

Dr John Bishop, Managing Director

Stephen Bartrop, Non Executive Director

Dr Andrew White, Non Executive Director (changed from Non Executive Chairman on 15 March 2010)

Company Secretary, **Robert J Waring**

PRINCIPAL ACTIVITIES

The continuing principal activity of the Group is the exploration for economic deposits of minerals. For the period of this report, the emphasis has been on tungsten, gold and tin.

There has not been any significant changes in the nature of the Group's activities that occurred during the year, however, the main focus has continued to be on re-development of the Mt Carbine Tungsten mine near Cairns in North Queensland.

Refer to the Review of Operations report for further detailed information.

RESULTS

The net result of operations for the consolidated entity after applicable income tax expense was a loss of $1,607,124.

DIVIDENDS

No dividends were paid or proposed during the period.

REVIEW OF OPERATIONS

Information on the operations and financial position of the Group and its business strategies and prospects for future financial years is set out earlier in this annual report.

CORPORATE STRUCTURE

Icon Resources Ltd is a limited company that is incorporated and domiciled in Australia.

EMPLOYEES

The Company had five employees as at 30 June 2010. The Company also uses contract geologists and other consultants as required.

SIGNIFICANT CHANGES

Significant changes in the state of affairs of the Group for the financial year were as follows:

a. Increase in contributed equity of $2,381,952 resulting from:

	Date	Shares	$
Shares issued under a placement at $0.07 per share	23-07-09	4,252,027	297,642
Shares issued in payment for consulting fees @ $0.08 per share	26-07-09	500,000	40,000
Shares issued under placement in lieu of salary @ $0.07 per share	19-10-09	1,571,427	110,000
Shares issued under a placement @ $0.09 per share	17-11-09	11,180,570	1,006,251
Share issue costs			(26,174)
Shares issued to directors in lieu of directors fees @ $0.13 per share	16-12-09	153,845	20,000
Shares issued under a placement @ $0.09 per share	19-02-10	6,069,441	546,249
Share issue costs			(38,166)
Shares issued under Share Purchase Plan @ $0.075 per share	11-06-10	5,682,011	426,150
		29,409,321	**2,381,952**

b. Mt Carbine Tungsten Project – work continued on the project. Further details are in the Review of Operations section of this report.

The Directors are not aware of any other significant changes in the state of affairs of the Company occurring during the financial period, other than as disclosed in this report.

MATTERS SUBSEQUENT TO THE END OF THE FINANCIAL YEAR

At the date of this directors' report, the directors are not aware of any matter of circumstance that has arisen that has significantly affected, or may significantly affect, the operations of the Group, the results of those operations or the state of affairs of the Group in the financial year subsequent to 30 June 2010 other than as disclosed in this report and the issue of 6,000,000 ordinary shares on 20 July 2010.

LIKELY DEVELOPMENTS

As the Company's areas of interest are still at an early stage of exploration, it is not possible to postulate likely developments and any expected results. The Company is hoping to identify other precious and base metal exploration and evaluation targets and redevelop the Mt Carbine Tungsten mine.

INFORMATION ON DIRECTORS

DR LEON PRETORIUS NON-EXECUTIVE DIRECTOR AND CHAIRMAN

Leon was appointed a Non-Executive Director and elected Chairman of Icon Resources on 15 March 2010. Dr Pretorius is a Geochemist by training and brings to the Company more than 25 years corporate experience in the minerals industry at executive level. Leon has worked in Africa, Canada, the United States of America and Europe in a variety of roles.

He was the managing director of Deep Yellow Limited until 1 March 2010, but remains the managing director of Deep Yellow's subsidiary, Reptile Uranium Namibia (Pty) Ltd.

Leon is also the managing director of Paladin Energy Limited's Namibian operating company, Langer Heinrich Uranium (Pty) Limited. During the past three years Dr Pretorius has served as a Director of the listed companies Paladin Energy Limited and Deep Yellow Limited.

DR JOHN BISHOP, MANAGING DIRECTOR

John Bishop has been a director since 18 October 2005. John formed the geophysical consulting company Mitre Geophysics in 1980 and has provided exploration advice, often leading to increased resources and/or reserves, for a variety of commodities in several countries. Prior to Mitre, John had government, industry and academic experience.

John has had a long interest in developing innovative techniques to improve the effectiveness of mineral exploration and has published more than twenty five papers on geophysical applications to exploration. He is also a director of ASX-listed KUTh Energy Limited.

STEPHEN BARTROP, NON EXECUTIVE DIRECTOR

Steve Bartrop has been a director since 28 June 2005. Steve is a principal of Stock Resource and has been a top rated resource analyst working for Macquarie Bank, Bankers Trust, Ord Minnett and J P Morgan.

Prior to entering the financial markets, Steve worked with Ashton Mining for five years and then for MIM for a similar period. Steve is currently completing a PhD in mineral economics at Curtin University of Technology. He is also a director of ASX-listed KUTh Energy Limited.

DR ANDREW WHITE, NON EXECUTIVE DIRECTOR

Andy White has been a director of Icon since 8 November 2005. Andy is a geologist with more than 42 years experience in the industry. He has been exploration minerals manager for exploration and mining companies and has been an independent consultant since 1983.

Andy is the author of the text 'Management of Mineral Exploration' and has for many years conducted courses on exploration and financial evaluation of mining projects for senior industry personnel.

Andy was the Non Executive Chairman until 15 March 2010 when Dr Leon Pretorius was appointed to the role. Andy continues as a Non Executive Director.

DIRECTORS' INTERESTS IN SHARES AND OPTIONS

Directors' interests in shares and options as at 30 June 2010 are set out in the table below. Between the end of the financial year and the date of this report, no additional shares or options were acquired or disposed.

At 30 June 2010:

Director	Shares Directly and Indirectly Held	Options
Stephen Bartrop	8,067,227	-
John Bishop	4,789,299	2,000,000
Leon Pretorius	13,000,000	5,000,000
Andrew White	4,330,400	-

ROBERT J WARING, COMPANY SECRETARY

Robert Waring's experience has been gained over 39 years in financial and corporate roles including 19 years in company secretarial roles for ASX listed companies and 15 years as a Director of an ASX listed company.

He is a Director of the Spencer Hamilton Group, which provides secretarial and corporate advisory services to a range of listed and unlisted companies.

MEETINGS OF DIRECTORS

Director's attendance at Directors meetings are shown in the following table:

Director	Meetings Eligible to Attend	Meetings Attended
Stephen Bartrop	4	4
John Bishop	4	4
Leon Pretorius	1	1
Andrew White	4	4

Non-Executive Directors, Dr Pretorius, Dr White and Mr Bartrop are members of the Company's Audit and Risk Management Committee.

The Committee reviews the Company's corporate risks, financial systems, accounting policies, half-year and annual financial statements.

There were two Audit Committee meeting during the year. Dr Pretorius, Dr White and Mr Bartrop are also members of the Remuneration and Nomination Committee, which held one meeting during the year.

SHARE OPTIONS

Unissued ordinary shares of Icon Resources Ltd under option at the date of this report are as follows:

Date options granted	Expiry date	Issue price of shares	Number under option
3 March 2006	8 March 2011	$0.30	1,200,000
21 December 2007	30 November 2012	$0.45	500,000
18 January 2008	30 November 2012	$0.45	760,870
18 January 2008	30 November 2012	$0.30	400,000
26 June 2009	30 November 2013	$0.35	1,500,000
16 December 2009	17 November 2014	$0.15	450,000
16 December 2009	17 November 2014	$0.20	950,000
22 January 2010	30 November 2011	$0.15	11,180,570
19 February 2010	30 November 2011	$0.15	6,069,441
Total			23,010,881

The holders of these options do not have any rights under the options to participate in any share issue of the company or of any other entity.

During or since the end of the financial year, 1,400,000 options were granted by Icon Resources Ltd to the following directors and executives of the Group as part of their remuneration:

	Number of options granted	Number of ordinary shares under option
S B Bartrop	-	-
J R Bishop	500,000	2,000,000
L E Pretorius	-	-
A H White	-	-
D Milburn	900,000	1,750,000
I S Sheffield-Parker	-	-
	1,400,000	3,750,000

REMUNERATION REPORT - AUDITED

The remuneration report is set out under the following main headings:

a. Policy used to determine the nature and amount of remuneration
b. Key management personnel
c. Details of remuneration
d. Cash bonuses
e. Share-based payment bonuses
f. Option and rights granted as remuneration
g. Equity instruments issued on exercise of remuneration options
h. Value of options to key management personnel and executives
i. Service agreements

A. POLICY USED TO DETERMINE THE NATURE AND AMOUNT OF REMUNERATION

The objective of the Company's remuneration framework is to ensure reward for performance is competitive and appropriate for the results delivered. The framework aligns executive reward with achievement of strategic objectives and the creation of value for shareholders.

The Board believes that executive remuneration satisfies the following key criteria:

» competitiveness and reasonableness

» acceptability to shareholders

» performance linkage / alignment of executive compensation

» transparency

» capital management.

These criteria result in a framework which can be used to provide a mix of fixed and variable remuneration, and a blend of short and long-term incentives in line with the Company's limited financial resources.

Key Management Personnel's remuneration is not generally linked to the Company's performance due to the nature of the Consolidated Entity's activities.

Fees and payments to the non-executive directors and key management personnel reflect the demands which are made on, and the responsibilities of, the directors and the senior management.

Such fees and payments are reviewed annually by the Board. The executive and non-executive directors, senior executives and officers are entitled to receive options under the Company's employee share option scheme.

B. KEY MANAGEMENT PERSONNEL

The following persons were key management personnel of Icon Resources Ltd Group during the financial year:

Name	Position held
L E Pretorius	Non Executive Chairman
S B Bartrop	Non Executive Director
J R Bishop	Managing Director
A H White	Non Executive Director
Key management personnel of the consolidated entity	
D Milburn	Exploration Manager
I S Sheffield-Parker	Project Manager

C. DETAILS OF REMUNERATION

Directors are entitled to remuneration out of the funds of the Company but the remuneration of the Non-Executive Directors may not exceed in any year the amount fixed by the Company in general meeting for that purpose.

The aggregate remuneration of the Non-Executive Directors has been fixed at a maximum of $200,000 per annum to be apportioned among the non-executive directors in such a manner as they determine.

Directors are also entitled to be paid reasonable travelling, accommodation and other expenses incurred in consequence of their attendance at Board meetings and otherwise in the execution of their duties as directors.

Details of the nature and amount of each element of the remuneration of each of the directors of Icon Resources Ltd and each of the five key management personnel of the Company and the consolidated entity who received the highest emoluments during the year ended 30 June 2010 are set out in the following tables:

2010	Short-term employee benefits			Post- employment benefits	Long-term benefits		Share based payments			
	Salary or Consulting fees $	Cash bonus $	Non monetary benefits $	Superannuation $	Long service leave $	Termination benefits $	Shares and or Options $	Total $	Proportion of remuneration that is performance based %	% of Value of remuneration that consists of options %
S B Bartrop	15,000	-	-	-	-	-	-	15,000	-	-
J R Bishop	183,486	-	-	16,514	-	-	42,400	242,400	-	18%
L E Pretorius	-	-	-	-	-	-	-	-	-	-
A H White	74,424	-	-	-	-	-	-	74,424	-	-
Other key management personnel										
D Milburn	143,645	-	-	12,928	-	-	77,805	234,378	-	33%
I S Sheffield-Parker	17,498			1,575				19,073	-	-
Total key management personnel compensation	**434,053**	**-**	**-**	**31,017**	**-**		**120,205**	**585,275**	**-**	**-**

2009	Short-term employee benefits			Post-employment benefits	Long-term benefits		Share based payments			
	Salary or Consulting fees $	Cash bonus $	Non monetary benefits $	Super-annuation $	Long service leave $	Termi-nation benefits $	Shares and or Options $	Total $	Proportion of remun-eration that is performance based %	% of Value of remun-eration that consists of options %
S B Bartrop	20,000	-	-	-	-	-		20,000	-	-
J R Bishop	168,931	-	-	15,204	-	-	25,000	209,135	-	12%
A H White	7,811	-	-	-	-	-	-	7,811	-	-
Other key management personnel										
D Milburn	137,615	-	-	12,385	-	-	22,500	172,500	-	13%
Total key management personnel compensation	**334,357**	**-**	**-**	**27,589**	**-**		**47,500**	**409,446**	**-**	**-**

Options and shares do not represent cash payments to directors or senior executives and share options granted may or may not be exercised by the directors or executives

There were no Shares issued to directors as part remuneration during the financial year to 30 June 2010. The value of any shares granted are recognised as expenses in the financial statements and are expensed, resulting in an increase in directors and employee benefits expense for the relative financial year.

During the financial year to 30 June 2010, 500,000 options were granted to Dr J R Bishop and 900,000 options were granted to D Milburn as equity compensation benefits. Any Options granted as a part of director and executive remuneration are valued using a Black and Scholes option-pricing model, which takes account of factors including the option exercise price, the share price at time of grant, volatility of the underlying share price, the risk-free interest rate and the expected life of the option.

FAIR VALUE OF OPTIONS

The fair value of each option is estimated on the date of grant using a Black & Scholes option-pricing model with the relative weighted average assumptions applicable to each grant made.

D. CASH BONUSES

No cash bonuses were paid to directors or key management personnel during the 2009-2010 financial year.

E. SHARE-BASED PAYMENT BONUSES

No options or shares for payment of bonuses were issued to directors or key management personnel during the 2009-2010 financial year.

F. OPTIONS AND RIGHTS GRANTED AS REMUNERATION

Details of the terms and conditions of options and rights granted to key management personnel and executives as compensation during the 2009-2010 financial year are as follows:

2010	Number options/ rights granted	Number options/ rights vested	Fair value per option/ right at grant date	Exercise price	Amount paid or payable	Expiry date	Date exercisable
S B Bartrop	-	-	-	-	-	-	-
J R Bishop	500,000	500,000	$0.0848	$0.20	-	17 Nov 2014	17 Nov 2009
L E Pretorius	-	-	-	-	-	-	-
A H White	-	-	-	-	-	-	-
Other key management personnel							
D Milburn	450,000 450,000	450,000 450,000	$0.0848 $0.0881	$0.20 $0.15	- -	17 Nov 2014 17 Nov 2014	17 Nov 2009 17 Nov 2009
I S Sheffield-Parker	-	-					
	1,400,000	1,400,000					

Options are vested on issue date and available to be exercised until expiry.

G. EQUITY INSTRUMENTS ISSUED ON EXERCISE OF REMUNERATION OPTIONS

No equity instruments were issued to directors or key management personnel as a result of options being exercised that had previously been granted as compensation during the 2008-2009 financial year.

H. VALUE OF OPTIONS TO KEY MANAGEMENT PERSONNEL AND EXECUTIVES

Details of the value of options granted, exercised and lapsed during the 2009-2010 financial year to key management personnel and executives as part of their remuneration are summarised below:

2010 Name	Value of options at grant date* $	Value of options exercised at exercise date** $	Value of options lapsed at date of lapse*** $
S B Bartrop	-	-	-
J R Bishop	42,400	-	-
L E Pretorius	-	-	-
A H White	-	-	-
Other key management personnel			
D Milburn	77,805	-	-
I S Sheffield-Parker	-	-	-

** The value of options granted during the period differs to the expense recognised as part of each key management persons' or executives remuneration in (c) above because this value is the grant date value calculated in accordance with AASB 2 Share-based Payment.*

*** The value of options exercised at exercise date has been determined as the intrinsic value of the options at exercise date, i.e. the excess of the market value at exercise date over the strike price of the option.*

**** Options lapsed due to vesting conditions not being satisfied. The value of options at date of lapse is determined assuming that the vesting condition has been satisfied.*

I. SERVICE AGREEMENTS

Remuneration and other terms of employment for the directors and executives are formalised in Service/ Appointment agreements.

All contracts with executives may be terminated early by either party with the stipulated number of month's notice, subject to termination payments as detailed below.

STEPHEN B BARTROP

There is no written contract with Mr Bartrop, who received payments and benefits totalling $15,000 in his role as a director of the company.

DR JOHN BISHOP

There is an employment agreement dated 27 February 2006 between Icon Resources Ltd and Dr John Bishop, whereby Dr Bishop will provide services to the Company at an agreed salary of $165,000 per annum (inclusive of Director's fees), subject to review on each 31 December during the term of the Agreement. This agreement was reviewed in December 2007 and the amount increased to $200,000 per annum (effective from 1 July 2007). Dr Bishop received salary and benefits totalling $242,400 during the financial year. The employment agreement can be terminated by a minimum of 3 months notice.

DR LEON PRETORIUS

There is no written contract with Dr Pretorius, who received payments and benefits totalling Nil in his role as a director of the Company.

DR ANDREW WHITE

There is no written contract with Dr White, who received payments and benefits totalling $45,000 in his role as a director of the Company and consulting fees and expenses of $29,424 on normal commercial terms.

DARCY MILBURN

There is an agreement dated 13 January 2007 between Icon Resources Ltd and Darcy Milburn whereby the company employs Mr Milburn as an Exploration Manager at an annual salary of $150,000 pa (inclusive of super) with an annual review. This amount has been increased to $165,000 pa (inclusive of super) in May 2010. An additional incentive of 900,000 options with an exercise prices of 20 cents for 450,000 options and 15 cents for 450,000 options were also granted. He received payments and benefits totalling $234,378 during the period.

IAN SHEFFIELD-PARKER

There is an agreement dated 17 April 2010 between Icon Resources Ltd and Ian Sheffield-Parker whereby the company employs Mr Sheffield-Parker as a Project Manager at an annual salary package of $165,000 pa (inclusive of super), but subject to review after an initial 3 month trial period. He received payments and benefits totalling $19,073 during the period.

DIRECTORS' INTERESTS

The relevant interest of each Director (including their associates) in the share capital of the Company as at 30 June 2010 are set out in note 16 to the financial statements.

SHARE CAPITAL AND OPTIONS

A detailed breakdown of the company's capital, including options (unquoted options and employee options) and convertible instruments is contained in Note 12 to the Financial Statements.

DIRECTORS, OFFICERS, EMPLOYEES AND CONSULTANTS SHARE OPTION PLAN

The Company has established the Icon Resources Ltd Employees and Officers Share Options Plan ("the Plan") to assist in the attraction, retention and motivation of the Company's directors, officers, employees and senior consultants. A summary of the rules of the Plan is as follows.

All Directors, officers, employees and senior consultants (whether full- or part-time) will be eligible to participate in the Plan after a qualifying period of 12 months employment by the Company or its subsidiaries (or, in the case of a senior consultant, having provided consulting services to the Company or its subsidiaries on a continuous basis for at least 12 months), although the Board may waive this requirement.

The allocation of options under the Plan is at the discretion of the Board. If permitted by the Board, options may be issued to a nominee of a director, officer, employee or senior consultant (for example, to a spouse or family company).

Each option allows the option holder to subscribe for one fully paid ordinary share in the Company and will expire five years from its date of issue. Options will be issued free. The exercise price of options will be determined by the Board subject to a minimum price no less than the market value of the Company's shares at the time the Board resolves to issue the options. The total number of options issued under the Plan, when aggregated with other options issued under the Plan during the previous five years must not exceed five percent of the Company's issued share capital at the time. The Board may amend the Plan rules at any time subject to the requirements of the ASX Listing Rules.

INDEMNIFICATION AND INSURANCE OF OFFICERS AND AUDITORS

INDEMNIFICATION

The Company has not, during or since the end of the financial period, in respect of any person who is or has been an officer of the Company or a related body corporate indemnified or made any relevant agreement for indemnifying against a liability incurred as an officer, including costs and expenses in successfully defending legal proceedings.

INSURANCE PREMIUMS

During the financial period the Company has paid premiums to insure each of the directors and officers against liabilities for costs and expenses incurred by them in defending any legal proceedings arising out of their conduct while acting in the capacity of director or officer of the Company, other than conduct involving a wilful breach of duty in relation to the Company. The premiums paid are not disclosed as such disclosure is prohibited under the terms of the contract.

AUDIT AND NON-AUDIT SERVICES

During the financial year, the following fees for non-audit services were paid or payable to the auditor, Barnes Dowell James:

	Consolidated 2010 $	Consolidated 2009 $
Audit-related services		
Amounts paid or payable to Barnes Dowell James		
- Audit of regulatory returns	18,500	18,000
Taxation services		18,1
Amounts paid to Barnes Dowell James		
- Tax compliance services – tax returns	3,600	3,500
	22,100	21,500

The directors are satisfied that the provision of non-audit services during the year by the auditor is compatible with the general standard of independence for auditors imposed by the Corporations Act 2001.

On the advice of the audit committee, the directors are satisfied that the provision of non-audit services by the auditor, as set out above, did not compromise the auditor independence requirements of the Corporations Act 2001 for the following reasons:

- all non-audit services have been reviewed by the audit committee to ensure that they do not impact the integrity and objectivity of the auditor; and
- none of the non-audit services undermine the general principles relating to auditor independence as set out in APES 110 Code of Ethics for Professional Accountants.

ENVIRONMENTAL PERFORMANCE

Icon holds exploration licences issued by the Mines Departments of three state governments which specify guidelines for environmental impacts in relation to exploration activities. The licence conditions provide for the full rehabilitation of the areas of exploration in accordance with the various Mines Departments' guidelines and standards. There have been no significant known breaches of the licence conditions.

AUDITOR'S INDEPENDENCE DECLARATION

A copy of the auditor's independence declaration as required under section 307C of the Corporations Act 2001 is set out and located after the Directors' Declaration and forms part of this report. Signed at Sydney this 12th day of August 2010 in accordance with a resolution of the Directors.

L Pretorius
Chairman

STATEMENT OF COMPREHENSIVE INCOME Year Ended June 30 2010

	Note	Consolidated		Parent Entity	
		2010	2009	**2010**	2009
		$	$	**$**	$
REVENUE	2	**214,929**	152,664	**214,929**	152,664
Administration expenses		**(214,264)**	(237,142)	**(214,264)**	(237,142)
Consultant expenses		**(171,111)**	(254,989)	**(171,111)**	(254,989)
Depreciation	8	**(25,381)**	(32,347)	**(25,381)**	(32,347)
General expenses		**(235)**	(4,940)	**(235)**	(4,940)
Exploration written off		**(943,286)**	(820,540)	**(610,654)**	(449,781)
Occupancy expenses		**(42,289)**	(41,346)	**(42,289)**	(41,346)
Salaries and employee benefits expense		**(261,430)**	(289,058)	**(261,430)**	(289,058)
Share-based compensation		**(120,205)**	(75,000)	**(120,205)**	(75,000)
Travel and accommodation		**(32,254)**	**(28,442)**	**(32,254)**	(28,442)
Other expenses from ordinary activities		**(11,598)**	(3,026)	**(11,598)**	(3,026)
(LOSS) BEFORE INCOME TAX EXPENSE		**(1,607,124)**	(1,634,166)	**(1,274,492)**	(1,263,407)
INCOME TAX EXPENSE	3	-	-	**-**	-
(LOSS) AFTER INCOME TAX EXPENSE	13	**(1,607,124)**	(1,634,166)	**(1,274,492)**	(1,263,407)
NET (LOSS) ATTRIBUTABLE TO MEMBERS OF ICON RESOURCES LTD		**(1,607,124)**	(1,634,166)	**(1,274,492)**	(1,263,407)
Basic loss per share (cents per share)	14	**(0.02)**	(0.04)	**(0.02)**	(0.03)
Diluted loss per share (cents per share)	14	**(0.02)**	(0.04)	**(0.02)**	(0.03)

STATEMENT OF FINANCIAL POSITION

At June 30 2010

	Note	Consolidated		Parent Entity	
		2010	2009	**2010**	2009
		$	$	**$**	$
CURRENT ASSETS					
Cash assets		**26,706**	223,858	**26,706**	223,858
Receivables	5	**295,450**	17,707	**295,421**	17,678
Prepayments		**19,948**	1,704	**19,948**	1,704
TOTAL CURRENT ASSETS		**342,104**	243,269	**342,075**	243,240
NON-CURRENT ASSETS					
Shares in controlled entities	6	**-**	-	**240,019**	480,019
Tenement security deposits	7	**162,808**	161,500	**146,308**	147,500
Plant and equipment	8	**111,001**	127,443	**111,001**	127,443
Deferred exploration and evaluation expenditure	9	**4,935,709**	4,012,465	**1,799,570**	1,811,470
Loans to controlled entities	10	**-**	-	**4,021,288**	2,511,012
TOTAL NON-CURRENT ASSETS		**5,209,518**	4,301,408	**6,318,186**	5,077,444
TOTAL ASSETS		**5,551,622**	4,544,677	**6,660,261**	5,320,684
CURRENT LIABILITIES					
Payables	11	**380,253**	268,341	**380,253**	268,341
TOTAL CURRENT LIABILITIES		**380,253**	268,341	**380,253**	268,341
TOTAL LIABILITIES		**380,253**	268,341	**380,253**	268,341
NET ASSETS		**5,171,369**	4,276,336	**6,280,008**	5,052,343
EQUITY					
Issued capital	12	**11,165,592**	8,783,640	**11,165,592**	8,783,640
Accumulated losses	13	**(6,548,277)**	(4,941,153)	**(5,439,633)**	(4,165,141)
Reserves	13	**554,049**	433,844	**554,049**	433,844
Non-controlling interest		**5**	5	**-**	-
TOTAL EQUITY		**5,171,369**	4,276,336	**6,280,008**	5,052,343

STATEMENT OF CASH FLOWS

Year Ended June 30 2010

	Note	Consolidated		Parent Entity	
		2010	2009	**2010**	2009
		$	$	**$**	$
CASH FLOWS FROM OPERATING ACTIVITIES					
Payment to suppliers and employees		**(1,168,765)**	(863,564)	**(1,168,765)**	(863,564)
Other income		**3,140**	134,091	**3,140**	134,091
Interest received		**12,645**	18,573	**12,645**	18,573
NET CASH FLOWS (USED IN) OPERATING ACTIVITIES	24	**(1,152,980)**	(710,900)	**(1,152,980)**	(710,900)
CASH FLOWS FROM INVESTING ACTIVITIES					
Purchase of plant and equipment		**(8,939)**	(6,094)	**(8,939)**	(6,094)
Expenditure on mining interests (exploration)		**(1,495,876)**	(1,317,566)	**11,900**	(164,104)
Tenement security deposits		**(1,308)**	30,000	**1,191**	25,000
NET CASH FLOWS (USED IN) INVESTING ACTIVITIES		**(1,506,123)**	(1,293,660)	**4,152**	(145,198)
CASH FLOWS FROM FINANCING ACTIVITIES					
Advances to controlled entities		**-**	-	**(1,510,276)**	(1,148,462)
Loans received/repaid		**80,000**		**80,000**	-
Proceeds from issue of shares		**2,446,292**	2,067,371	**2,446,292**	2,067,371
Equity raising expenses		**(64,340)**	-	**(64,340)**	-
NET CASH FLOWS FROM FINANCING ACTIVITIES		**2,461,952**	2,067,371	**951,676**	918,909
Net increase in cash held		**(197,152)**	62,811	**(197,152)**	62,811
Add opening cash brought forward		**223,858**	161,047	**223,858**	161,047
CLOSING CASH CARRIED FORWARD	24	**26,706**	223,858	**26,706**	223,858

STATEMENT OF CHANGES IN EQUITY

Year Ended June 30 2010

CONSOLIDATED	Attributable to the shareholders of Icon Resources Ltd				
	Issued Capital $	Accumulated Losses $	Reserves $	Non-controlling interest $	Total Equity $
AT 1 JULY 2008	6,716,269	(3,306,987)	358,844	5	3,768,131
Loss for the period	-	(1,634,166)	-		(1,634,166)
Issue of share capital	2,067,371	-	-		2,067,371
Share based payments reserve	-	-	75,000		75,000
Non controlling interest (Minority interest)	-	-	-	-	-
AT 30 JUNE 2009	**8,783,640**	**(4,941,153)**	**433,844**	**5**	**4,276,336**
AT 1 JULY 2009	8,783,640	(4,941,153)	433,844	5	4,276,336
Loss for the period	-	(1,607,124)	-	-	(1,607,124)
Issue of share capital	2,381,952	-	-	-	2,381,952
Share based payments reserve	-	-	120,205	-	120,205
Non-controlling interest (Minority interest)	-	-	-	-	-
AT 30 JUNE 2010	**11,165,592**	**(6,548,277)**	**554,049**	**5**	**5,171,369**

PARENT	Attributable to the shareholders of Icon Resources Ltd			
	Issued Capital $	Accumulated Losses $	Reserves $	Total Equity $
AT 1 JULY 2008	6,716,269	(2,901,734)	358,844	4,173,379
Loss for the period	-	(1,263,407)	-	(1,263,407)
Issue of share capital	2,067,371	-	-	2,067,371
Cost of share based payments taken directly to equity	-	-	75,000	75,000
AT 30 JUNE 2009	**8,783,640**	**(4,165,141)**	**433,844**	**5,052,343**
AT 1 JULY 2009	8,783,640	(4,165,141)	433,844	5,052,343
Loss for the period	-	(1,274,492)	-	(1,274,492)
Issue of share capital	2,381,952	-	-	2,381,952
Cost of share based payments taken directly to equity	-	-	120,205	120,205
AT 30 JUNE 2010	**11,165,592**	**(5,439,633)**	**554,049**	**6,280,008**

NOTES TO AND FORMING PART OF ACCOUNTS

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

(a) Basis of preparation

The financial report is a general-purpose financial report, which has been prepared in accordance with the requirements of the Corporations Act 2001 and Australian Accounting Standards.

The financial report has been prepared on a historical cost basis except for land and buildings, which have been measured at fair value.

(b) Statement of compliance

The financial report has been prepared and complies with Australian Accounting Standards, which include Australian equivalents to International Financial Reporting Standards ("AIFRS"). Compliance with AIFRS ensures that the financial report, comprising the financial statements and notes thereto, complies with International Financial Reporting Standards ("IFRS").

(c) Basis of consolidation

The consolidated financial statements comprise the financial statements of Icon Resources Ltd (Icon or the "Company") and its subsidiaries ("the Group") as at 30 June each year.

The financial statements of subsidiaries are prepared for the same reporting period as the parent company, using consistent accounting policies.

Adjustments are made to bring into line any dissimilar accounting policies that may exist.

All inter-company balances and transactions, including unrealised profits arising from intra-group transactions, have been eliminated in full.

Subsidiaries are fully consolidated from date on which control is transferred to the Group and cease to be consolidated from the date on which control is transferred out of the Group.

(d) Property, plant and equipment

Plant and equipment is stated at cost less accumulated depreciation and any impairment in value. Land and buildings are measured at fair value less accumulated depreciation.

Depreciation is calculated on a straight-line basis over the estimated useful life of the asset as follows:

- plant and equipment – 4 years

Impairment

The carrying values of plant and equipment are reviewed for impairment when events or changes in circumstances indicate the carrying value may not be recoverable.

An item of plant and equipment is derecognised upon disposal.

Any gain or loss arising on derecognition of the asset (calculated as the difference between the net disposal proceeds and the carrying amount of the item) is included in the income statement in the period the item is derecognised.

(e) Borrowing costs

Borrowing costs are recognised as an expense when incurred.

(f) Intangible assets

Acquired both separately and from a business combination

Intangible assets acquired separately are capitalised at cost and from a business combination are capitalised at fair value as at the date of acquisition. Following recognition, the cost model is applied to the class of intangible assets. The useful lives of these intangible assets are assessed to be either finite or indefinite.

Where amortisation is charged on assets with finite lives, this expense is taken to the income statement through the "administrative expenses" line item.

Intangible assets, excluding development costs, created within the business are not capitalised and expenditure is charged against profits in the period in which the expenditure is incurred.

Intangible assets are tested for impairment where an indicator of impairment exists, and in the case of indefinite life intangibles annually, either individually or at the cash generating unit level. Useful lives are also examined on an annual basis and adjustments, where applicable, are made on a prospective basis.

(g) Recoverable amount of assets

At each reporting date, the Group assesses whether there is any indication that an asset may be impaired. Where an indicator of impairment exists, the Group makes a formal estimate of recoverable amount. Where the carrying amount of an asset exceeds its recoverable amount the asset is considered impaired and is written down to its recoverable amount.

Recoverable amount is the greater of fair value less costs to sell and value in use.

(h) Investments

All investments are initially recognised at cost, being the fair value of the consideration given and including acquisition charges associated with the investment.

After initial recognition, investments, which are classified as held for trading and available-for-sale, are measured at fair value. Gains or losses on investments held for trading are recognised in the income statement.

Gains or losses on available-for-sale investments are recognised as a separate component of equity until the investment is sold, collected or otherwise disposed of, or until the investment is determined to be impaired, at which time the cumulative gain or loss previously reported in equity is included in the income statement.

Non-derivative financial assets with fixed or determinable payments and fixed maturity are classified as held-to-maturity when the Group has the positive intention and ability to hold to maturity. Investments intended to be held for an undefined period are not included in this classification.

Other long-term investments that are intended to be held-to-maturity, such as bonds, are subsequently measured at amortised cost using the effective interest method.

Amortised cost is calculated by taking into account any discount or premium on acquisition, over the period to maturity.

For investments carried at amortised cost, gains and losses are recognised in income when the investments are derecognised or impaired, as well as through the amortisation process.

For investments that are actively traded in organised financial markets, fair value is determined by reference to Stock Exchange quoted market bid prices at the close of business on the balance sheet date.

For investments where there is no quoted market price, fair value is determined by reference to the current market value of another instrument which is substantially the same or is calculated based on the expected cash flows of the underlying net asset base of the investment.

Purchases and sales of financial assets that require delivery of assets within the time frame generally established by regulation or convention in the market place are recognised on the trade date, being the date that the Group commits to purchase he asset.

(i) Exploration, evaluation, development and restoration costs

Exploration and evaluation

Exploration and evaluation expenditure incurred by or on behalf of the Company is accumulated separately for each area of interest. Such expenditure comprises net direct costs and an appropriate portion of related overhead expenditure, but does not include general overheads or administrative expenditure not having a specific connection with a particular area of interest.

Exploration and evaluation costs in relation to separate areas of interest for which rights of tenure are current are brought to account in the year in which they are incurred and carried forward provided that:

- such costs are expected to be recouped through successful development and exploitation of the area, or alternatively through its sale; or
- exploration and/or evaluation activities in the area have not yet reached a stage which permits a reasonable assessment of the existence or otherwise of economically recoverable reserves.

Once a development decision has been taken, all past and future exploration and evaluation expenditure in respect of the area of interest is aggregated within costs of development.

Exploration and evaluation – impairment

The Directors assess at each reporting date whether there is an indication that an asset has been impaired and for exploration and evaluation cost whether the above carry forward criteria are met.

Accumulated costs in respect of areas of interest are written off or a provision made in the Income Statement when the above criteria do not apply or when the Directors assess that the carrying value may exceed the recoverable amount. The costs of productive areas are amortised over the life of the area of interest to which such costs relate on the production output basis, provisions would be reviewed and if appropriate, written back.

Development

Development expenditure incurred by or on behalf of the Company is accumulated separately for each area of interest in which economically recoverable reserves have been identified to the satisfaction of the directors. Such expenditure comprises net direct costs and, in the same manner as for exploration and evaluation expenditure, an appropriate portion of related overhead expenditure having a specific connection with the development property.

All expenditure incurred prior to the commencement of commercial levels of production from each development property is carried forward to the extent to which recoupment out of revenue to be derived from the sale of production from the relevant development property, or from the sale of that property, is reasonably assured.

No amortisation is provided in respect of development properties until a decision has been made to commence mining. After this decision, the costs are amortised over the life of the area of interest to which such costs relate on a production output basis.

Restoration

Provisions for restoration costs are recognised when the Company has a present obligation (legal or constructive) as a result of a past event, and it is probable that an outflow of resources embodying economic benefits will be required to settle the obligation and a reliable estimate can be made of the amount of the obligation.

If the effect of the time value of money is material, provisions are determined by discounting the expected cash flows at a pre-tax rate that reflects current market assessments of the time value of money and, where appropriate, the risks specific to the liability.

When discounting is used, the increase in the provision due to the passage of time is recognised as a finance cost.

Remaining mine life

In estimating the remaining life of the mine at each mine property for the purpose of amortisation and depreciation calculations, due regard is given not only to the volume of remaining economically recoverable reserves but also to limitations which could arise from the potential for changes in technology, demand, product substitution and other issues that are inherently difficult to estimate over a lengthy time frame.

(j) Mine property held for sale

Where the carrying amount of mine property and related assets will be recovered principally through a sale transaction rather than through continuing use, the assets are reclassified as Mine Property Held for Sale and carried at the lower of the assets' carrying amount and fair value less costs to sell – where such fair value can be reasonably determined, and otherwise at its carrying amount. Liabilities and provisions related to mine property held for sale are similarly reclassified as Liabilities – Mine Property Held for Sale and, Provisions – Mine Property Held for sale, as applicable, and carried at the value at which the liability or provisions expected to be settled.

(k) Trade and other receivables

Trade receivables, which generally have 5-30 day terms, are recognised and carried at original invoice amount less an allowance for any uncollectible amounts.

An estimate for doubtful debts is made when collection of the full amount is no longer probable. Bad debts are written off when identified.

(l) Cash and cash equivalents

Cash and short-term deposits in the balance sheet comprise cash at bank and in hand and short-term deposits with an original maturity of three months or less.

For the purposes of the Statement of Cash Flows, cash and cash equivalents consist of cash and cash equivalents as defined above, net of any outstanding bank overdrafts, if any.

(m) Other provisions

Provisions are recognised when the Group has a present obligation (legal or constructive) as a result of a past event, it is probable that an outflow of resources embodying economic benefits will be required to settle the obligation and a reliable estimate can be made of the amount of the obligation.

Where the Group expects some or all of a provision to be reimbursed, for example under an insurance contract, the reimbursement is recognised as a separate asset but only when the reimbursement is virtually certain. The expense relating to any provision is presented in the income statement net of any reimbursement.

If the effect of the time value of money is material, provisions are determined by discounting the expected future cash flows at a pre-tax rate that reflects current market assessments of the time value of money and, where appropriate, the risks specific to the liability.

When discounting is used, the increase in the provision due to the passage of time is recognised as a finance cost.

(n) Employee entitlements

Liabilities for wages and salaries are recognised and are measured as an amount unpaid at the reporting date at current pay rates in respect of employee's services up to that date. Current employee contracts entitle them to annual leave and long service leave. A liability in respect of superannuation at the current superannuation guarantee rate has been accrued at the reporting date.

(o) Share-based payments

An employee share option scheme has been established where selected employees, consultants, contractors and Directors of the Company are issued with options over ordinary shares in Icon Resources Ltd. The options, issued for nil consideration, are issued in accordance with a performance review by the Directors.

The options cannot be transferred and will not be quoted on the ASX. Options expire if not exercised 90 days after a participant resigns from the Company. The cost of these equity-settled transactions is determined by reference to the fair value at the date at which they are granted. The fair value of the options is determined by using the Black and Scholes option pricing model.

The cumulative expense recognised for equity-settled transactions at each reporting date until vesting date reflects (a) the extent to which the vesting period has expired and (b) the number of awards that, in the opinion of the Directors of the Company, will ultimately vest. This opinion is formed based on the best available information at balance date.

No adjustment is made for the likelihood of market performance conditions being met as the effect of these conditions is included in the determination of fair value at grant date.

Where an equity-settled award is cancelled, it is treated as if it had vested on the date of cancellation, and any expense not yet recognised for the award is recognised immediately.

(p) Leases

Finance leases, which transfer to the Company substantially all the risks and benefits incidental to ownership of the leased item, are capitalised at the inception of the lease at the fair value of the leased property or, if lower, at the present value of the minimum lease payments.

Lease payments are apportioned between the finance charges and reduction of the lease liability so as to achieve a constant rate of interest on the remaining balance of the liability. Finance charges are charged directly against income.

Capitalised leased assets are depreciated over the shorter of the estimated useful life of the asset or the lease term.

Leases where the lessor retains substantially all the risks and benefits of ownership of the asset are classified as operating leases. Initial direct costs incurred in negotiating an operating lease are added to the carrying amount of the leased asset and recognised over the lease term on the same bases as the lease income.

Operating lease payments are recognised as an expense in the income statement on a straight-line basis over the lease term.

(q) Revenue

Revenue is recognised to the extent that it is probable that the economic benefits will flow to the Company and the revenue can be reliably measured. The following specific recognition criteria must also be met before revenue is recognised:

Sale of goods

Revenue is recognised when the significant risks and rewards of ownership of the goods have passed to the buyer and can be measured reliably. Risks and rewards are considered passed to the buyer at the time of delivery of the goods to the customer.

Interest

Revenue is recognised as the interest accrues (using the effective interest method, which is the rate that exactly discounts estimated future cash receipts through the expected life of the financial instrument) to the net carrying amount of the financial asset.

Dividends

Revenue is recognised when the shareholders' right to receive the payment is established.

(r) Income tax

Current tax assets and liabilities for the current and prior periods are measured at the amount expected to be recovered from or paid to the taxation authorities. The tax rates and tax laws used to compute the amount are those that are enacted or substantively enacted at the balance sheet date.

Deferred income tax is provided on all temporary differences at the balance sheet date between the tax bases of assets and liabilities and their carrying amounts for financial reporting purposes. Deferred income tax liabilities are recognised for all taxable temporary differences:

- except where the deferred income tax liability arises from the initial recognition of an asset or liability in a transaction that is not a business combination and, at the time of the transaction, affects neither the accounting profit nor taxable profit or loss; and
- in respect of taxable temporary differences associated with investments in subsidiaries, associates and interests in joint ventures, except where the timing of the reversal of the temporary differences can be controlled and it is probable that the temporary differences will not reverse in the foreseeable future.

Deferred income tax assets are recognised for all deductible temporary differences, carry-forward of unused tax assets and unused tax losses, to the extent that it is probable that taxable profit will be available against which the deductible temporary differences, and the carry-forward of unused tax assets and unused tax losses can be utilised:

- except where the deferred income tax asset relating to the deductible temporary difference arises from the initial recognition of an asset or liability in a transaction that is not a business combination and, at the time of the transaction, affects neither the accounting profit nor taxable profit or loss; and
- in respect of deductible temporary differences associated with investments in subsidiaries, associates and interests in joint ventures, deferred tax assets are only recognised to the extent that it is probable that the temporary differences will reverse in the foreseeable future and taxable profit will be available against which the temporary differences can be utilised.

The carrying amount of deferred income tax assets is reviewed at each balance sheet date and reduced to the extent that it is no longer probable that sufficient taxable profit will be available to allow all or part of the deferred income tax asset to be utilised.

Deferred income tax assets and liabilities are measured at the tax rates that are expected to apply to the year when the asset is realised or the liability is settled, based on tax rates (and tax laws) that have been enacted or substantively enacted at the balance sheet date.

Income taxes relating to items recognised directly in equity are recognised in equity and not in the income statement.

(s) Other taxes

- Revenues, expenses and assets are recognised net of the amount of GST except:
- where the GST incurred on a purchase of goods and services is not recoverable from the taxation authority, in which case the GST is recognised as part of the cost of acquisition of the asset or as part of the expense item as applicable; and
- receivables and payables are stated with the amount of GST included.

The net amount of GST recoverable from, or payable to, the taxation authority is included as part of receivables or payables in the balance sheet.

Cash flows are included in the Cash Flow Statement on a gross basis and the GST component of cash flows arising from investing and financing activities, which is recoverable from, or payable to, the taxation authority are classified as operating cash flows.

Commitments and contingencies are disclosed net of the amount of GST recoverable from, or payable to, the taxation authority.

(t) Currency

Both the functional and presentation currency is Australian dollars (A$).

(u) Comparatives

Where applicable, comparative figures have been adjusted to conform to any changes in presentation for the current financial year.

(v) Investment in Controlled Entities

The Company's investment in its controlled entities is accounted for under the equity method of accounting in the Company's financial statements.

2. REVENUE FROM ORDINARY ACTIVITIES

	Consolidated		Parent	
	2010	2009	**2010**	2009
	$	$	**$**	$
Interest received – other persons/corporation	**12,644**	18,573	**12,644**	18,573
R & D Tax concession offset	**199,145**	111,144	**199,145**	111,144
Other income	**3,140**	22,947	**3,140**	22,947
	214,929	152,664	**214,929**	152,664

3. INCOME TAX

(a) Income tax expense				
Current tax	**-**	-	**-**	-
Deferred tax	**-**	-	**-**	-
(Over) under provision in prior years	**-**	-	**-**	-
	-	-	**-**	-
Income tax expense is attributable to:				
Profit from continuing operations	**-**	-	**-**	-
Aggregate income tax expense	**-**	-	**-**	-
(b) Numerical reconciliation of income tax expense to prima facie tax payable				
Losses from continuing operations before income tax expense	**(1,607,124)**	(1,634,166)	**(1,274,492)**	(1,263,407)
Tax at the Australian tax rate of 30%	**(492,137)**	(490,250)	**(382,347)**	(379,022)
Tax effect of amounts which are not deductible (taxable) in calculating taxable income:				
Additional deductions	**-**	-	**-**	-
(Over) under provision prior year	**-**	-	**-**	-
Non-allowable deductions	**-**	-	**-**	-
Other	**-**	-	**-**	-
Income taxes not brought to account	**492,137**	490,250	**382,347**	379,022

	Consolidated		Parent	
	2010	2009	**2010**	2009
	$	$	**$**	$
(c) Current tax liabilities				
Balance at beginning of year	**-**	-	**-**	-
Income tax paid	**-**	-	**-**	-
Current year's income tax on profit	**-**	-	**-**	-
Under (over) provided in prior year	**-**	-	**-**	-
Balance at end of year	**-**	-	**-**	-

No provision for income tax is considered necessary in respect of the Company for the period ended 30 June 2009.

No recognition has been given to any future income tax benefit which may arise from operating losses not claimed for tax purposes. The Company has estimated its losses not claimed of $7,056,716. These amounts have not been brought to account in calculating any future tax benefit.

A benefit of 30% of approximately $2,117,015 will only be obtained if:

- the Parent and the Controlled Entities derive future assessable income of a nature and of an amount sufficient to enable the benefit from the deductions for the losses to be realised,
- the Parent and the Controlled Entities continue to comply with the conditions for deductibility imposed by the law, and
- no changes in tax legislation adversely affect the Parent and the Controlled Entities in realising the benefit from the deductions for the losses, i.e. current tax legislation permits carried forward tax losses to be carried forward indefinitely.

No franking credits are available for subsequent years.

Tax consolidation

The Tax Consolidation scheme is applicable to the Company. As at the date of this report the directors have not assessed the financial effect, if any, the scheme may have on the Company and the consolidated entities, and accordingly the directors have not made a decision whether or not to be taxed as a single entity. The financial effect of the tax consolidation scheme on the Group has not been recognised in the financial statements.

4. AUDITORS' REMUNERATION

	Consolidated		Parent	
	2010	2009	**2010**	2009
	$	$	**$**	$
Total amounts receivable by the current auditors of the Company for:				
Audit of the Company's accounts	**18,500**	18,000	**18,500**	18,000
Tax compliance services – tax returns	**3,600**	3,500	**3,600**	3,500
	22,100	21,500	**22,100**	21,500

NOTES TO AND FORMING PART OF ACCOUNTS (continued)

5. RECEIVABLES - CURRENT	Consolidated		Parent	
	2010	2009	**2010**	2009
	$	$	**$**	$
Cash on hand	**29**	29	**-**	-
Interest	**8**	586	**8**	586
Refund for GST paid	**95,127**	16,655	**95,127**	16,655
Other	**200,286**	437	**200,286**	437
Other receivables	**295,450**	17,707	**295,421**	17,678

6. SHARES IN CONTROLLED ENTITIES				
South Eastern Resources Pty Ltd	**-**	-	**240,000**	480,000
Cast Resources Pty Ltd	**-**	-	**2**	2
Troutstone Resources Pty Ltd	**-**	-	**2**	2
Icon Resources Africa Pty Ltd	**-**	-	**5**	5
Tungsten Resources Pty Ltd	**-**	-	**10**	10
	-	-	**240,019**	480,019

7. TENEMENT SECURITY DEPOSITS				
Cash with government mines department	**162,808**	161,500	**146,308**	147,500

These deposits are restricted so that they are available for any rehabilitation that may be required on exploration tenements (refer to Note 19).

8. PLANT AND EQUIPMENT				
Plant and equipment – at cost	**217,872**	208,933	**217,872**	**208,933**
Accumulated depreciation	**(106,871)**	(81,490)	**(106,871)**	**(81,490)**
	111,001	127,443	**111,001**	**127,443**
Reconciliation of the carrying amount of plant and equipment at the beginning and end of the current and previous financial year				
Carrying amount at beginning	**127,443**	153,697	**127,443**	153,697
Additions	**8,939**	6,093	**8,939**	6,093
Disposals	**-**	-	**-**	-
Depreciation expense	**(25,381)**	(32,347)	**(25,381)**	(32,347)
	111,001	127,443	**111,001**	127,443

9. DEFERRED EXPLORATION AND EVALUATION	Consolidated		Parent	
	2010	2009	**2010**	2009
EXPENDITURE	**$**	$	**$**	$
Costs brought forward		3,526,875	**1,811,470**	2,108,573
Costs incurred during the period		1,306,130	**358,754**	152,677
Expenditure written off during period		(820,540)	**(370,654)**	(449,780)
Costs carried forward		4,012,465	**1,799,570**	1,811,470
Exploration expenditure costs carried forward are made up of:				
Expenditure on joint venture areas		27,239	**-**	-
Expenditure on non joint venture areas		3,985,226	**1,799,570**	1,811,470
Costs carried forward		4,012,465	**1,799,570**	1,811,470

The above amounts represent costs of areas of interest carried forward as an asset in accordance with the accounting policy set out in Note 1. The ultimate recoupment of deferred exploration and evaluation expenditure in respect of an area of interest carried forward is dependent upon the discovery of commercially viable reserves and the successful development and exploitation of the respective areas or alternatively sale of the underlying areas of interest for at least their carrying value. Amortisation, in respect of the relevant area of interest, is not charged until a mining operation has commenced.

10. LOANS TO CONTROLLED ENTITIES	Consolidated		Parent	
	2010	2009	**2010**	2009
	$	$	**$**	$
Unsecured loans to controlled entities (interest free)	**-**	-	**4,021,288**	2,511,012
Loans represent exploration expenditure by controlled entities				

11. CURRENT LIABILITIES - PAYABLES				
Trade creditors	**207,774**	63,027	**207,774**	63,027
Accrued expenses	**48,061**	177,834	**48,061**	177,834
Other	**124,418**	27,480	**124,418**	27,480
	380,253	268,341	**380,253**	268,341

12. CONTRIBUTED EQUITY

	Consolidated		Parent	
	2010	2009	**2010**	2009
	$	$	**$**	$
Share capital				
97,622,998 ordinary shares fully paid	**11,165,592**	8,783,640	**11,165,592**	8,783,640

(a) Movements in ordinary share capital	**Date**	**Number of shares**	**Issue price**	**$**
1 July 2009 to 30 June 2010				
Balance b/fwd		68,213,677		8,783,640
Shares issued under a placement	23.7.09	4,252,027	$0.07	297,642
Shares issued in payment for consulting fees	26-07-09	500,000	$0.08	40,000
Shares issued under placement and in lieu of salary	19-10-09	1,571,427	$0.07	110,000
Shares issued under a placement	17-11-09	11,180,570	$0.09	1,006,251
Share issue costs on placement				(26,174)
Shares issued to directors in lieu of directors fees	16-12-09	153,845	$0.13	20,000
Shares issued under a placement	19-02.10	6,069,441	$0.09	546,249
Shares issued under Share Purchase Plan	11-06-10	5,682,011	$0.75	426,150
Shares issue costs		-	-	(38,166)
Balance as at 30 June 2010		**97,622,998**		**11,165,592**

Terms and conditions of contributed equity

Ordinary Shares

Ordinary shares have the right to receive dividends as declared and, in the event of winding up the Company, to participate in the proceeds from the sale of all surplus assets in proportion to the number of and amounts paid up on shares held.

Ordinary shares entitle their holder to one vote, either in person or by proxy, at a meeting of the Company. Option holders have no voting rights until the options are exercised.

Options

The following options are outstanding at balance date.

(b) Movements in Options	**Date**	**Number of Options**	**Exercise price**	**Maturity**
Unlisted Options				
1 July 2009 to 30 June 2010				
Options issued free pre listing IPO	03-03-06	1,200,000	$0.30	08-03-2011
Options issued free to John Richard Bishop	21-12-07	500,000	$0.45	30-11-2012
Options issued free under Company's ESOP	18-01-08	760,870	$0.45	30-11-2012
Options issued free under Company's ESOP	18-01-08	400,000	$0.30	30-11-2012
Options issued free under Company's ESOP	26-06-09	1,500,000	$0.35	30-11-2013
Options issued free under Company's ESOP	16-12-09	450,000	$0.15	17-11-2014
Options issued free under Company's ESOP	16-12-09	950,000	$0.20	17-11-2014
Options issued under share placement	22-01-10	11,180,570	$0.15	30-11-2011
Options issued under share placement	19-02-10	6,069,441	$0.15	30-11-2011
Balance as at 30 June 2010		**23,010,881**		

13. RESERVES

	Consolidated		Parent	
	2010	2009	**2010**	2009
	$	$	**$**	$
(a) Options expense reserve				
Balance at 1 July 2009	**433,844**	358,844	**433,844**	358,844
Share-based payment expense	**120,205**	75,000	**120,205**	75,000
Balance as at 30 June 2010	**554,049**	433,844	**554,049**	433,844
(b) Accumulated losses				
Balance at the beginning of period	**(4,941,153)**	(3,306,987)	**(4,165,141)**	(2,901,734)
Operating profit (loss) after income tax expense	**(1,607,124)**	(1,634,166)	**(1,274,492)**	(1,263,407)
Balance as at 30 June 2010	**(6,548,277)**	(4,941,153)	**(5,439,633)**	(4,165,141)

14. LOSS PER SHARE

	Consolidated		Parent	
	2010	2009	**2010**	2009
	$	$	**$**	$
Basic loss per share (cents per share)	**0.02**	0.04	**0.02**	0.03
Diluted loss per share (cents per share)	**0.02**	0.04	**0.02**	0.03
Weighted average number of ordinary shares on issue used in the calculation of basic and diluted loss per share is 83,204,561.				
Loss used in calculating basic and diluted loss per share	**1,607,124**	1,634,166	**1,274,492**	1,263,407

Conversion, call, subscription or issue after 30 June 2010:

Since the end of the financial period, and before the reporting date of these financial statements, the following conversions to, call of, or subscriptions for ordinary shares or issues of potential ordinary shares has taken place:

Movements in ordinary share capital	Date	Number of shares	Issue price	$
Balance as at 30 June 2010		**97,622,998**		
Shares issued under a placement	16-07-10	6,000,000	$0.075	450,000
Balance as at 12 August 2010		**103,622,998**		

15. KEY MANAGEMENT PERSONNEL DISCLOSURES

(a) Key management personnel compensation	Consolidated		Parent	
	2010	2009	**2010**	2009
	$	$	**$**	$
Short-term employee benefits	**434,053**	334,357	**434,053**	334,357
Post-employment benefits	**31,017**	27,589	**31,017**	27,589
Other long-term benefits	**-**	-	**-**	-
Termination benefits	**-**	-	**-**	-
Share based payments	**120,205**	25,000	**120,205**	25,000
Balance at the end of period	**585,275**	386,946	**585,275**	386,946

Further information regarding the identity of key management personnel and their compensation can be found in the Audited Remuneration Report (contained in the directors' report) located earlier in this annual report.

(b) Equity instruments

Options and Rights Holdings

Details of options and rights held directly, indirectly or beneficially by key management personnel and their related parties are as follows:

30 June 2010 Name	Balance at 1 July 2009	Granted as compensation	Options Exercised	Other changes	Balance at 30 June 2010	Total vested at 30 June 2010	Total vested and exercisable at 30 June 2010	Total vested and unexercis-able at 30 June 2010
S B Bartrop	-	-	-	-	-	-	-	-
J R Bishop	1,500,000	500,000	-	-	2,000,000	2,000,000	2,000,000	-
L E Pretorius	-	-	-	-	-	-	-	-
A H White	-	-	-	-	-	-	-	-
D Milburn	850,000	900,000		111,111	1,861,111	1,861,111	1,861,111	-
I S Sheffield-Parker	-	-	-	-	-	-	-	-
	2,350,000	1,400,000	-	111,111	3,861,111	3,861,111	3,861,111	-

30 June 2009 Name	Balance at 1 July 2008	Granted as compensation	Options Exercised	Other changes	Balance at 30 June 2009	Total vested at 30 June 2009	Total vested and exercisable at 30 June 2009	Total vested and unexercis-able at 30 June 2009
S B Bartrop	-	-	-	-	-	-	-	-
J R Bishop	1,000,000	500,000	-	-	1,500,000	1,500,000	1,500,000	-
A H White	-	-	-	-	-	-	-	-
D Milburn	400,000	450,000	-	-	850,000	850,000	850,000	-
	1,400,000	950,000	-	-	2,350,000	2,350,000	2,350,000	-

(c) Shareholdings

Details of equity instruments (other than options and rights) held directly, indirectly or beneficially by key management personnel and their related parties are as follows:

30 June 2010 Name	Balance at 1 July 2009	Granted as compensation	Received on exercise of options or rights	Other changes	Balance at 30 June 2010	Balance held nominally
S B Bartrop	7,814,481	-	-	252,746	8,067,227	7,039,984
J R Bishop	3,875,014	-	-	914,285	4,789,299	4,075,014
L E Pretorius	-	-	-	8,000,000	8,000,000	-
A H White	3,647,159	-	-	683,241	4,330,400	3,978,905
D Milburn	1,510,000			511,111	2,021,111	-
I s Sheffield-Parker	-	-	-	-	-	-
	16,846,654	-	-	10,361,383	27,208,037	15,093,903

30 June 2009 Name	Balance at 1 July 2008	Granted as compensation	Received on exercise of options or rights	Other changes	Balance at 30 June 2009	Balance held nominally
S B Bartrop	6,605,689	-	-	1,208,792	7,814,481	6,825,699
J R Bishop	3,300,014	-	-	575,000	3,875,014	3,875,014
A H White	3,502,159	-	-	145,000	3,647,159	3,336,048
D Milburn	1,510,000	-	-	-	1,510,000	-
	14,917,862	-	-	1,928,792	16,846,654	14,036,761

(d) Loans to key management personnel

There are no loans made by the company to key management personnel or their related parties.

Other transactions and balances

(e) Consulting services

A director, Stephen Bartrop is a director and shareholder in Troppo Resources Pty Ltd, a director, John Bishop, is a director and shareholder of Mitre Geophysics Pty Ltd, and a director, Andrew White is a principal of Andrew White and Associates, each of these entities provided specialist consulting services to the group during the financial year. These services were based upon normal commercial terms and conditions.

	Consolidated	
	2010 $	2009 $
Consulting services provided by director associated entities recognised as an expense during the year		
S B Bartrop (Troppo Resources Pty Ltd)	**15,000**	20,000
J R Bishop (Mitre Geophysics Pty Ltd)	**18,600**	18,600
A H White (Andrew White and Associates)	**74,424**	7,811
	108,024	46,411

Aggregate amounts of liabilities at balance date relating to consulting services with directors of the group are as follows:	Consolidated	
	2010 $	2009 $
Current liabilities	**-**	-

16. RELATED PARTY TRANSACTIONS

The Directors in office during the period were A H White, J R Bishop and S B Bartrop and L E Pretorius (from 15 March 2010)

Interests and movements in the shares and options of the Company held by Directors and their Director-related entities as at 30 June 2010:

Fully Paid Ordinary Shares

At June 30 2010

Key management personnel	Balance 1.7.09	Net changes Number	Balance 30.6.10	Balance held Nominally Number
S B Bartrop	7,814,481	252,746	8,067,227	7,039,984
J R Bishop	3,875,014	914,285	4,789,299	4,075,014
L E Pretorius	-	8,000,000	8,000,000	-
A H White	3,647,159	683,241	4,330,400	3,978,905
D Milburn	1,510,000	511,111	2,021,111	-
I S Sheffield-Parker				
	16,846,654	**10,361,383**	**27,208,037**	**15,093,903**

Options

At June 30 2010

Key management personnel	Balance 1.7.09	Net changes Number	Balance 30.6.10	Balance held Nominally Number
S B Bartrop	-	-	-	-
J R Bishop	1,500,000	500,000	2,000,000	1,000,000
L E Pretorius	-	5,000,000	5,000,000	-
A H White	-	-	-	-
D Milburn	850,000	1,011,111	1,861,111	-
I S Sheffield-Parker				
	2,350,000	**6,511,111**	**8,861,111**	**1,000,000**

Key management personnel interests in shares and Options includes holdings in their names and in the names of director related entities.

Remuneration options: Granted and vested during the year

During the financial year to 30 June 2010, 500,000 options were granted to Dr J R Bishop and 900,000 options were granted to D Milburn as equity compensation benefits.

Shares and options held by Directors included those held by the Directors and their Director-related entities, including the spouses of such Directors and relatives of such Directors. All shares and options, that have been granted were issued or granted on terms no more favourable than to other shareholders or option holders.

Dr Bishop is an employee and Director of and has a significant financial interest in Mitre Geophysics Pty Ltd, a company that provided technical services to the Company during the period. Services provided during the period ended 30 June 2010, which are referred to in the remuneration of Directors in Note 15 (e), amounted to $18,600. Dr White is a Director and has a significant financial interest in Andrew White Associates, a partnership that provides geological and exploration management services to the Company. Services provided during the period ended 30 June 2010 amounted to $74,424. Steven Bartrop is a Director and has a significant financial interest in Troppo Resources Pty Ltd, a company that provides management and corporate services to the company. Services provided during the period ended 30 June 2010 amounted to $15,000.

Services provided by Director-related entities were under normal commercial terms and conditions. No other benefits have been received or are receivable by Directors, other than those already disclosed in the notes to the accounts.

NOTES TO AND FORMING PART OF ACCOUNTS (continued)

17. JOINT VENTURES

The Company currently has no exposure to any joint venture agreements.

18. FINANCIAL REPORT BY SEGMENT

The Company operates predominantly in the one business and in one geographical area, namely Australian mineral exploration and evaluation.

19. CONTINGENT LIABILITIES

The Group has provided guarantees totalling $162,808 in respect of mining tenements and environmental bonds. These guarantees in respect of mining tenements are secured against deposits with the relative State Department of Mines. The Company does not expect to incur any material liability in respect of the guarantees.

20. EMPLOYEE ENTITLEMENTS

An employee share option plan has been established where selected officers and employees of the Company can be issued with options over ordinary shares in Icon Resources Ltd. The options, issued for nil consideration, will be issued in accordance with a performance review by the Directors. The options cannot be transferred and will not be quoted on the ASX. The Company has issued a number of options in the current financial year and details are shown in Note 12.

21. FINANCIAL INSTRUMENTS

Interest rate risk exposure

At balance date, the Company was exposed to a floating weighted average interest rate as follows:

	Consolidated		Parent	
	2010	2009	**2010**	2009
Weighted average rate of cash balances	**4.20%**	3.70%	**4.20%**	3.70%
Cash balances	**$26,706**	$223,858	**$26,706**	$223,858

Bank negotiable certificates of deposit are normally invested for 30 days and other cash at bank balances are at call. All other financial assets and liabilities are non-interest bearing.

Net fair value of financial assets and liabilities, on balance sheet and credit risk

The net fair value of cash and cash equivalents and non-interest bearing monetary financial assets and financial liabilities of the Company approximates their carrying value. Credit risk is minimal at balance date.

22. COMMITMENTS

Exploration licence expenditure requirements

In order to maintain the Company's tenements in good standing with the various mines departments, the Company will be required to incur exploration expenditure under the terms of each licence. These expenditure requirements will diminish as the Company joint ventures projects to third parties. It is the Company's exploration strategy to farm-out where appropriate to larger companies to fund drilling programmes. In addition, the Company has commitments to expend funds towards earning or retaining an interest under joint venture agreements.

	Consolidated		Parent	
	2010 **$**	2009 $	**2010** **$**	2009 $
Payable not later than one year	**850,000**	750,000	**850,000**	750,000
Payable later than one year but not later than two years	**750,000**	1,100,000	**750,000**	1,100,000
	1,600,000	1,850,000	**1,600,000**	1,850,000

It is likely that the granting of new licences and changes in licence areas at renewal or expiry, will change the expenditure commitment to the Company from time to time.

23. SUBSEQUENT EVENTS

There have been no material events subsequent to 30 June 2010 that have not previously been reported, other than the issue of 6,000,000 ordinary shares on 16 July 2010 (refer to Note 14).

24. STATEMENT OF CASHFLOWS

	Consolidated		Parent	
	2010 **$**	2009 $	**2010** **$**	2009 $
Reconciliation of net cash outflow from operating activities to operating loss after income tax				
(a) Operating (loss) after income tax	**(1,607,124)**	(1,634,166)	**(1,274,492)**	(1,263,407)
Depreciation	**25,381**	32,347	**25,381**	32,347
Share/Option based payments for services	**120,205**	75,000	**120,205**	75,000
Change in assets and liabilities:				
(Increase)/decrease in receivables	**(295,986)**	73,381	**(295,986)**	73,381
(Decrease)/increase in trade and other creditors	**31,912**	(78,887)	**31,912**	(78,887)
Exploration expenditure written off	**572,632**	820,539	**240,000**	449,780
Management fee paid/received	**-**	-	**-**	-
Loss on disposal of asset	**-**	886	**-**	886
Net cash outflow from operating activities	**(1,152,980)**	(710,900)	**(1,152,980)**	(710,900)

(b) For the purpose of the Statement of Cash Flows, cash includes cash on hand, at bank, deposits and bank bills used as part of the cash management function. The Company does not have any unused credit facilities.

	Consolidated 2010 $	Consolidated 2009 $	Parent 2010 $	Parent 2009 $
The balance at 30 June 2010 comprised:				
Cash assets	**26,706**	223,858	**26,706**	223,858
Cash on hand	**26,706**	223,858	**26,706**	223,858

25. CORPORATE INFORMATION

The financial report of the Group for the year ended 30 June 2009 was authorised for issue in accordance with a resolution of the Directors on 12 August 2010.

Icon Resources Ltd is a company limited by shares and incorporated in Australia. Its shares are publicly traded on the Australian Stock Exchange under the ticker code "III".

26. FINANCIAL RISK MANAGEMENT OBJECTIVES AND POLICIES

The Company's principal financial instruments comprise cash and short term deposits.

The main purpose of these financial instruments is to finance the company's operations. The company has various other financial assets and liabilities such as trade receivable and trade payables, which arise directly from its operations. It is, and has been throughout the entire period under review, the company's policy that no trading in financial instruments shall be undertaken.

The main risks arising from the company's financial instruments are cash flow interest rate risk and equity price risk. Other minor risks are either summarised below. The Board reviews and agrees policies for managing each of these risks.

(a) Cash flow interest rate risk

The Company's exposure to the risks of changes in market interest rates relates primarily to the Company's short-term deposits with a floating interest rate. These financial assets with variable rates expose the Company to cash flow interest rate risk. All other financial assets and liabilities in the form of receivables and payables are non-interest bearing. The consolidated entity does not engage in any hedging or derivative transactions to manage interest rate risk.

The following tables set out the carrying amount by maturity of the Company's exposure to interest rate risk and the effective weighted average interest rate for each class of these financial instruments. Also included is the effect on profit and equity after tax if interest rates at that date had been 10% higher or lower with all other variables held constant as a sensitivity analysis.

The Company has not entered into any hedging activities to cover interest rate risk. In regard to its interest rate risk, the consolidated entity continuously analyses its exposure. Within this analysis consideration is given to potential renewals of existing positions, alternative investments and the mix of fixed and variable interest rates.

Consolidated

	Notes	Floating Interest Rate 2010 $	Floating Interest Rate 2009 $	Non-Interest Bearing 2010 $	Non-Interest Bearing 2009 $	Total Carrying Amount 2010 $	Total Carrying Amount 2009 $	Interest Rate Risk Sensitivity 2010 -10% Profit $	-10% Equity $	+10% Profit $	+10% Equity $
Financial Assets:											
Cash at bank		**26,706**	223,858	**-**	-	**26,706**	223,858	(80)	(80)	80	80
Short-term deposits		**-**	-	**-**	-	**-**	-	-	-	-	-
Trade and other receivables	5	**-**	-	**295,450**	17,706	**295,450**	17,706	-	-	-	-
Total		**26,706**	223,858	**295,450**	17,706	**322,156**	241,564	**-**	**-**	**-**	**-**
Weighted average Interest rate		**4.20%**	3.70%								
Financial Liabilities											
Trade and other Payables	11	**-**	-	**380,253**	268,341	**380,253**	268,341	-	-	-	-
Total		**-**	**-**	**380,253**	268,341	**380,253**	268,341	**-**	**-**	**-**	**-**
Weighted average Interest rate		**0.00%**	0.00%								
Net financial assets (liabilities)		**26,706**	223,858	**(84,803)**	(250,635)	**(58,097)**	(26,777)	**-**	**-**	**-**	**-**

Parent

	Notes	Floating Interest Rate 2010 $	Floating Interest Rate 2009 $	Non-Interest Bearing 2010 $	Non-Interest Bearing 2009 $	Total Carrying Amount 2010 $	Total Carrying Amount 2009 $	Interest Rate Risk Sensitivity 2010 -10% Profit $	-10% Equity $	+10% Profit $	+10% Equity $
Financial Assets:											
Cash at bank		**26,706**	223,858			**26,706**	223,858	(80)	(80)	80	80
Short-term deposits		**-**	-	**-**	-	**-**	-	-	-	-	-
Trade and other receivables	5	**-**	-	**295,421**	17,678	**295,421**	17,678	-	-	-	-
Total		**26,706**	223,858	**295,421**	17,678	**322,127**	241,536	**-**	**-**	**-**	**-**
Weighted average Interest rate		**4.2%**	3.70%								
Financial Liabilities											
Trade and other Payables	11	**-**	-	**380,253**	268,341	**380,253**	268,341	-	-	-	-
Total		**-**	**-**	**380,253**	268,341	**380,253**	268,341	**-**	**-**	**-**	**-**
Weighted average Interest rate		**0.00%**	0.00%								
Net financial assets (liabilities)		**26,706**	223,858	**(84,832)**	(250,663)	**(58,126)**	(26,805)	**-**	**-**	**-**	**-**

A sensitivity of 10% has been selected as this is considered reasonable given the current level of both short-term and long-term Australian dollar interest rates. A 10% sensitivity would move short-term interest rates at 30 June 2010 from around 4.5% to 4.95% representing a 45 basis points shift. With the still uncertain financial markets, the current low interest rates are expected to continue, any change would likely to be only a small increase, and this level of sensitivity would seem reasonable.

Based on the sensitivity analysis only interest revenue from variable rate deposits and cash balances is impacted resulting in a decrease or increase in overall income.

(b) Price Risk

The Company is not exposed to equity securities price risk. The Company has no investments held and classified on the balance sheet as available-for-sale.

(c) Liquidity Risk

The Company manages liquidity risk by maintaining sufficient cash reserves and marketable securities, and through the continuous monitoring of budgeted and actual cash flows.

	Consolidated 2010 $	Consolidated 2009 $	Parent 2010 $	Parent 2009 $
Contracted maturities of payables year ended 30 June 2010 Payable:				
- less than 6 months	268,341	268,341	268,341	268,341
- 6 to 12 months	-	-	-	-
- 1 to 5 year	-	-	-	-
- later than 5 year	-	-	-	-
Total	**268,341**	**268,341**	**268,341**	**268,341**

(d) Commodity Price Risk

The Company is exposed to commodity price risk. This risk arises from its activities directed at exploration and development mineral commodities. If commodity prices fall, the market for companies exploring for these commodities is affected. The Company does not hedge its exposures.

(e) Foreign Exchange Risk

Foreign exchange risk arises when future commercial transactions and recognised assets and liabilities are denominated in a currency that is not the entity's functional currency. The Company's foreign transactions are immaterial and it is not exposed to foreign currency risk.

(f) Net Fair Values

For financial assets and liabilities, the net fair value approximates their carrying value. No financial assets and financial liabilities are readily traded on organised markets in standardised form, other than listed investments. The Company has no financial assets where carrying amount exceeds net fair values at balance date.

The Company's receivables at balance date are detailed in Note 5 and comprise primarily GST input tax credits refundable by the ATO. The balance (if any) of receivables comprises prepayments (if any).

The credit risk on financial assets of the Company which have been recognised on the Balance Sheet is generally the carrying amount.

27. ADOPTION OF NEW AND REVISED ACCOUNTING STANDARDS

During the current year the Group adopted all of the new and revised Australian Accounting Standards and Interpretations applicable to its operations which became mandatory.

The adoption of these standards has impacted the recognition, measurement and disclosure of certain transactions. The following is an explanation of the impact the adoption of these standards and interpretations has had on the financial statements of Icon Resources Ltd.

AASB 101: Presentation of Financial Statements

In September 2007 the Australian Accounting Standards Board revised AASB 101 and as a result, there have been changes to the presentation and disclosure of certain information within the financial statements. Below is an overview of the key changes and the impact on the Group's financial statements.

Disclosure impact

Terminology changes – The revised version of AASB 101 contains a number of terminology changes, including the amendment of the names of the primary financial statements.

Reporting changes in equity – The revised AASB 101 requires all changes in equity arising from transactions with owners, in their capacity as owners to be presented separately from non-owner changes in equity. Owner changes in equity are to be presented in the statement of changes in equity, with non-owner changes in equity presented in the statement of comprehensive income. The previous version of AASB 101 required that owner changes in equity and other comprehensive income be presented in the statement of changes in equity.

Statement of Comprehensive income – The revised AASB 101 introduces the concept of 'other comprehensive income' which comprises income and expenses that are not recognised in profit or loss as required by other Australian Accounting Standards. Items of other comprehensive income are to be disclosed in the statement of comprehensive income. Entities are required to disclose the income tax relating to each component of other comprehensive income. The previous version of AASB 101 did not contain an equivalent concept.

New Accounting Standards for Application in Future Periods

The AASB has issued new and amended accounting standards and interpretations to have mandatory application dates for future reporting periods. The Group has decided against early adoption of these standards.

- AASB 2009-4: Amendments to Accounting Standards arising from the Annual Improvements Project [AASB 2 and AASB 138 and AASB interpretations 9 & 16](applicable for annual reporting periods commencing from 1 July 2009) and AASB 2009-5:Further Amendments to Australian Accounting Standards arising from the Annual Improvements Project [AASB 5,8,101,107,117,118,136 & 139] (applicable for annual reporting periods commencing from 1 January 2010).

These standards detail numerous non-urgent but necessary changes to accounting standards arising from the IASB's annual improvements project. No changes are expected to materially affect the Group.

- AASB 2009-8 Amendments to Australian Accounting Standards – Group Cash-settled Share based Payment Transactions [AASB 2] (applicable for annual reporting periods commencing on or after 1 January 2010).

These amendments clarify the accounting for group cash-settled share-based payment transactions in the separate or individual financial statements of the entity receiving the goods or services when the entity has no obligation to settle the share-based payment transaction. The amendments incorporate the requirements previously included in Interpretation 6 and Interpretation 11 and as a consequence, these two interpretations are superseded by the amendments. These amendments are not expected to impact the Group.

- AASB 2009-10: Amendments to Australian Accounting Standards – Classification of Rights Issues [AASB 132] (applicable for annual reporting periods commencing on or after 1 February 2010).

These amendments clarify that rights, options or warrants to acquire a fixed number of an entity's own equity instruments for a fixed amount in any currency are equity instruments if the entity offers the rights options or warrants pro-rata to all existing owners of the same class of its own non-derivative equity instruments. These amendments are not expected to impact the Group.

- AASB 2009-13: Amendments to Australian Accounting Standards arising from Interpretation 19 [AASB 1] (applicable for annual reporting periods commencing on or after 1 July 2010).

This standard makes amendments to AASB 1 arising from the issue of Interpretation 19. The amendments allow a first-time adopter to apply the transitional provisions in Interpretation 19. This standard is not expected to impact the Group.

- AASB Interpretation 19: Extinguishing Financial Liabilities with Equity Instruments (applicable for annual reporting periods commencing on or after 1 July 2010).

This interpretation deals with how a debtor would account for the extinguishment of a liability through the issue of equity instruments. The interpretation states that the issue of equity should be treated as the consideration paid to extinguish the liability, and the equity instruments should be recognised at their fair value unless fair value cannot be measured reliably in which case they shall be measured at the fair value of the liability extinguished. This interpretation deals with situations where either partial or full settlement of the liability has occurred. This interpretation is not expected to impact the Group.

The Group does not anticipate the early adoption of any of the above Australian Accounting Standards.

DIRECTOR'S DECLARATION

In accordance with a resolution of the Directors of Icon Resources Ltd, I state that:

(1) In the opinion of the Directors:

(a) financial statements and notes of the Company are in accordance with the Corporations Act 2001, including:

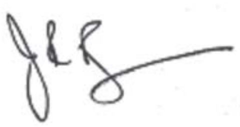
(i) giving a true and fair view of the Parent and the Consolidated Entity's financial position as at 30 June 2010 and of their performance for the year ended on that date; and

(ii) complying with Accounting Standards and the Corporations Regulations 2001; and

(b) there are reasonable grounds to believe that the Parent Entity will be able to pay its debts as and when they become due and payable.

(2) This declaration has been made after receiving the declarations required to be made to the Directors in accordance with section 295A of the Corporations Act 2001 for the financial year ended 30 June 2010.

On behalf of the Board



J R Bishop

Director

Sydney, 12 August 2010

BARNES DOWELL JAMES

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B Kolevski (Affiliate ICAA)
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AJD:ZM

5 August, 2010

The Directors
Icon Resources Ltd
Suite 505
35 Lime Street
SYDNEY NSW 2000

Dear Board of Directors,

ICON RESOURCES LTD

We declare that to the best of our knowledge and belief, during the year ended 30 June, 2010 there have been:

i. No contraventions of auditor independence requirements as set out in the Corporations Act 2001 in relation to the audit, and

ii. No contraventions of any applicable code of professional conduct in relation to the audit.

Yours Faithfully
BARNES DOWELL JAMES
Chartered Accountants

....
Anthony Dowell
Partner

BARNES DOWELL JAMES

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ICON RESOURCES LTD ABN 77 115 009 106 AND CONTROLLED ENTITIES

INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF ICON RESOURCES LTD

Report on the Financial Report

We have audited the accompanying financial report Icon Resources Ltd (the company) and Icon Resources Ltd and Controlled Entities (the consolidated entity) which comprises the statement of financial position as at 30 June 2010, and the statement of comprehensive income, statement of changes in equity and statement of cash flows for the year ended on that date, a summary of significant accounting policies and other explanatory notes and the directors' declaration of the consolidated entity comprising the company and the entities it controlled at the year's end or from time to time during the financial year.

Directors' Responsibility for the Financial Report

The directors of the company are responsible for the preparation and fair presentation of the financial report in accordance with Australian Accounting Standards (including the Australian Accounting Interpretations) and the *Corporations Act 2001*. This responsibility includes establishing and maintaining internal control relevant to the preparation and fair presentation of the financial report that is free from material misstatement, whether due to fraud or error; selecting and applying appropriate accounting policies; and making accounting estimates that are reasonable in the circumstances. In Note 1, the directors also state, in accordance with Accounting Standards AASB 101: Presentation of Financial Statements, that compliance with the Australian equivalents to International Financial Reporting Standards (IFRS) ensures that the financial report, comprising the financial statements and notes, complies with IFRS.

Auditor's Responsibility

Our responsibility is to express an opinion on the financial report based on our audit. We conducted our audit in accordance with Australian Auditing Standards. These Auditing Standards require that we comply with relevant ethical requirements relating to audit engagements and plan and perform the audit to obtain reasonable assurance whether the financial report is free from material misstatement.

BARNES DOWELL JAMES

CHARTERED ACCOUNTANTS

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial report. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial report, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial report in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by the directors, as well as evaluating the overall presentation of the financial report.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Independence

In conducting our audit, we have complied with the independence requirements of the *Corporations Act 2001*. We confirm that the independence declaration required by the *Corporations Act 2001*, provided to the directors of Icon Resources Ltd on 5 August 2010, would, be in the same terms if provided to the directors as at the date of this auditor's report.

Auditor's Opinion

In our opinion:

a. the financial report of Icon Resources Ltd and Icon Resources Ltd and Controlled Entities is in accordance with the *Corporations Act 2001*, including:
   i. giving a true and fair view of the company and consolidated entity's financial position as at 30 June 2010 and of their performance for the year ended on that date; and
   ii. complying with Australian Accounting Standards (including the Australian Accounting Interpretations) and the Corporations Regulations 2001;
b. the financial report also complies with International Financial Reporting Standards as disclosed in Note 1.

Report on the Remuneration Report

We have audited the Remuneration Report included in the report of the directors for the year ended 30 June 2010. The directors of the company are responsible for the preparation and presentation of the Remuneration Report in accordance with s 300A of the *Corporations Act 2001*. Our responsibility is to express an opinion on the Remuneration Report, based on our audit conducted in accordance with Australian Auditing Standards.

BARNES DOWELL JAMES

CHARTERED ACCOUNTANTS

Auditor's Opinion

In our opinion the Remuneration Report of Icon Resources Ltd for the year ended 30 June 2010, complies with s 300A of the *Corporations Act 2001*.

BARNES DOWELL JAMES
Chartered Accountants

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Anthony Dowell
Partner

12 August 2010

CORPORATE GOVERNANCE STATEMENT

The Board of Directors of Icon Resources Ltd (Icon) is responsible for corporate governance and strives for high standards in this regard. The Board monitors the business and affairs of Icon on behalf of the shareholders by whom they are elected and to whom they are accountable. The Board draws on relevant best practice principles, particularly those issued by the ASX Corporate Governance Council in August 2007. At a number of its meetings the Board examines the Icon corporate governance practices and the progress towards a review of its practice compared to the best practice principles proposed by the ASX Corporate Governance Council. While Icon is attempting to adhere to the principles proposed by the ASX, it is mindful that there may be some instances where compliance is not practicable for a company of Icon's size.

The August 2007 ASX Corporate Governance Council publication "Corporate Governance Principles and Recommendations" second edition, is referred to for guidance purposes, however all listed companies are required to disclose the extent to which they have followed the recommendations, to identify any recommendations that have not been followed and reasons for not doing so. The Company's Board of Directors has reviewed the recommendations.

In many cases the Company was already achieving the standard required. In other cases the Company will have to consider new arrangements to enable compliance. In a limited number of instances, the Company may determine not to meet the standard set out in the recommendations, largely due to the recommendation being considered by the Board to be unduly onerous for a company of this size.

A summary of the Company's written policies on corporate governance matters have been prepared and included in the Corporate Governance section of the Icon website. The following paragraphs set out the Company's position relative to each of the eight principles contained in the ASX Corporate Governance Council's report.

Principle 1: Lay solid foundations for management and oversight

The Company has not yet formalised or disclosed the functions reserved to the Board and those delegated to management or formal written processes for evaluating the performance of senior executives. However, the Company has a small Board of four Directors (three Non-Executive Directors and the Managing Director) and a small team of staff, so roles and functions have to be flexible to meet specific requirements.

Principle 2: Structure the Board to add value

The Company complies with most of the recommendations within this area as the Chairman is separate from the Managing Director. The Company does not comply with the recommendation that a majority of Directors are independent because one is the Managing Director, and the Chairman, Dr Pretorius, and Mr Bartrop are substantial shareholders. Three of the Company's four Directors are Non-Executives and one of the Non-Executives, Dr White, has undertaken consultancy work for the Company within the past three years. The Company has a Board Nomination Committee. An internal performance evaluation of the Board was carried out during the year and a new Chairman joined the Company.

Each Director of the Company has the right to seek independent professional advice at the expense of the Company. Prior approval of the Chairman is required, but this will not be unreasonably withheld.

Principle 3: Promote ethical and responsible decision-making

The Company has a policy concerning trading in its securities by Directors, management, staff and significant consultants, which is set out below. The Company does not have a formal code of conduct, again reflecting the Company's size and the close interaction of individuals throughout the organisation.

Due to the Company's size and relative level of operational activity, which makes legal compliance a less onerous task than with larger companies, the Company does not have a formal code of conduct to guide compliance with legal and other obligations. The Board of Directors continues to review the situation to determine the most appropriate and effective operational procedures.

Principle 4: Safeguard integrity in financial reporting

At this stage the Company's financial statements are prepared by an external accountant who confirms to the Audit Committee in writing that the Company's financial reports represent a true and fair view, in all material respects, of the Company's financial condition and operational results, and are in accordance with relevant accounting standards. The Managing Director reviews and approves the financial statements before they are submitted to the Audit Committee and also meets with and confirms this in writing to the Board. They also comment on whether the financial reports are based on a sound system of risk management and internal control, and whether the system is operating efficiently and effectively.

The Company has an Audit Committee which consists of the three Non-Executive Directors: Mr Bartrop (Chairman), Dr White and Dr Pretorius. These Directors have applicable expertise and skills, and are suitably qualified for this Committee. This structure does not meet the ASX's guidance regarding independence, in that it should have a majority of independent directors. The Audit Committee reports to the Board after each Committee meeting. In conjunction with the full Board, the Committee meets with and reviews the performance of the external auditors (including scope and quality of the audit).

Principle 5: Make timely and balanced disclosure

The Company, its Directors and consultants are very aware of the ASX's continuous disclosure requirements, and operate in an environment where strong emphasis is placed on full and appropriate disclosure to the market. The Company has adopted formal written policies regarding disclosure. It uses strong informal systems underpinned by experienced individuals. The Company maintains a register of matters considered for possible market disclosure.

Principle 6: Respect the rights of shareholders

All significant information disclosed to the ASX is posted on the Company's website as soon as it is disclosed to the ASX. When analysts are briefed on aspects of the Company's operations, the material used in the presentation is released to the ASX and posted on the Company's website. Written procedures have also been established for reviewing whether any price-sensitive information has been inadvertently disclosed, and if so, this information is also immediately released to the market.

Whilst the Company does not have a communications strategy to promote effective communication with shareholders, as it believes this is excessive for small companies, the Company does communicate regularly with shareholders.

The Company has requested the external auditor to attend general meetings and this has been supported by the Company's audit partner at Barnes Dowell James.

Principle 7: Recognise and manage risk

The Company is a small, exploration company and does not believe that at this stage there is significant need for formal policies on risk oversight and management of material business risks, although these issues are actively considered at all times in the Company's activities. Risk management arrangements are the responsibility of the Board of Directors and senior management collectively. Risk Factors are an agenda item for each Board meeting and the senior management will periodically report to the Board in writing on risk management and internal controls. The Company has an Occupational Health and Safety policy with which all of the Company's staff, contractors and consultants must comply.

Principle 8: Remunerate fairly and responsibly

The Company has a Remuneration Committee of Dr Pretorius, Dr White and Mr Bartrop that meets as and when required, to review performance matters and remuneration. There has been an internal performance evaluation of the Board during the past financial year, and its composition will be reviewed at a Board meeting at least annually by the Remuneration and Nomination Committee. Dr Pretorius was appointed to the Board following the Nomination Committee review for 2009 – 2010. The Directors work closely with management and have full access to all the Company's files and records.

Directors believe that the size of the Company makes individual salary and consultant negotiations more appropriate than formal remuneration policies. The Remuneration Committee will seek independent external advice and market comparisons as necessary. In accordance with Corporations Act requirements, the Company discloses the fees or salaries paid to all Directors, plus the highest paid officers. The Company has an Employee Share Option Plan that was introduced in 2006 and has made a number of issues under the Plan since that time.

Ethical standards

The Board's policy is for the Directors and management to conduct themselves with the highest ethical standards.

All Directors and employees will be expected to act with integrity and objectivity, striving at all times to enhance the reputation and performance of the Company.

Securities trading and trading windows

Directors, employees and key consultants must consult with the Chairman of the Board or the Managing Director before dealing in shares of the Company. Purchases or sales in the Company's shares by Directors, employees and key consultants may not be carried out other than in the "window", being the period commencing one day following the date of an ASX announcement leading, in the opinion of the Board, to an informed market. However, Directors, employees and key consultants are prohibited from buying or selling the Company's shares at any time if they are aware of price-sensitive information that has not been made public.

SHAREHOLDER INFORMATION

Information relating to shareholders at 6 August 2010 (per ASX Listing Rule 4.10)

Substantial Shareholders		**Shareholding**
Leon Eugene Pretorius		13,000,000
Stephen Bruce Bartrop		8,051,271
Distribution of Shareholders		
Number of ordinary shares held	**Number of Holders**	**Ordinary Shares**
1 – 1,000	19	7,510
1,001 – 5,000	62	221,051
5,001 – 10,000	120	1,087,417
10,001 – 100,000	373	14,136,022
100,001 – and over	138	88,170,998
	712	**103,622,998**

At the prevailing market price of 6.5 cents per share, there are 107 shareholders with less than a marketable parcel of $500.

Top 20 Shareholders of Ordinary Shares as at 6 August 2010	**Shares**	**% Shares issued**
Dr Leon Eugene Pretorius	13,000,000	12.55
Metals X Limited	4,648,600	4.49
Fallon Nominees Pty Ltd <Fallon Family A/C>	4,345,714	4.19
Bullock Point Pty Ltd <Bishop Family Super Fund A/C>	4,075,014	3.93
Troppo Resources Pty Ltd	3,797,407	3.66
Mr Stephen Bruce Bartrop + Ms Kerryn Wendy Chisholm <Fund on the Beach S/F A/C>	3,512,782	3.39
Nicholson Super Pty Ltd <Nicholson Family S/F A/C>	3,508,333	3.39
Golden Reef Enterprises Pty Ltd <Golden Reef Enterprises FAM A/C>	3,221,826	3.11
Mr Darcy Milburn	2,021,111	1.95
J P Morgan Nominees Australia Limited	2,000,000	1.93
Amelia Barbara Lewis <Lewis Family Account>	1,939,682	1.88
Mr Roger James Gollan Lewis <Lewis Family Account>	1,476,825	1.43
DRAB Investments Pty Ltd <DRABA Family A/C>	1,405,357	1.35
Mr Neil Watson + Ms Margaret Moroney <Rossdale Super Fund A/C>	1,400,000	1.35
Alan Scott Nominees Pty Ltd <Superannuation Fund A/C>	1,200,000	1.16
Baglora Pty Ltd <Mott Family Super Fund A/C>	1,193,197	1.15
Spaceface Pty Limited	1,064,285	1.02
Sofew Assets Pty Ltd <Sofew Pastoral A/C>	1,000,000	0.97
Platte River Pty Ltd <BBATM Super Fund A/C>	946,487	0.91
Mr Neil Kenneth Watson	929,334	0.90
Total of top 20 holdings	56,685,954	54.71
Other holdings	46,937,044	45.29
Total fully paid shares issued	103,622,998	100.00

Employee Share Option Plan

At a General Meeting held in March 2006, shareholders approved the adoption of the Company's Employee Share Option Plan (ESOP). In December 2007 and January 2008 a total of 1,660,870 options were issued under the ESOP. In June 2009 a total of 1,500,000 options were issued under the ESOP. In December 2009 a total of 1,400,000 options were issued under the ESOP. In addition, a total of 1,200,000 options were issued to employees/consultants prior to the establishment of the Plan. Details of all options on issue are set out in the Directors' Report.

Voting rights

There are no restrictions on voting rights. On a show of hands every member present or by proxy shall have one vote and upon a poll each share shall have one vote. Where a member holds shares which are not fully paid, the number of votes to which that member is entitled on a poll in respect of those partly-paid shares shall be that fraction of one vote which the amount paid up bears to the total issued price thereof. Option holders have no voting rights until the options are exercised.

Audit Committee

At the date of the Report of the Directors, the Company has an Audit Committee of three Non-Executive Directors that meets with the Company's external auditors at least once during each half-year. These meetings will take place prior to the finalisation of the half-year financial statements and Annual Report, and prior to the signing of the Audit Report.

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