

31 August 2010

Company Announcements Platform
Australian Securities Exchange
Exchange Centre
20 Bridge Street
Sydney NSW 2000

APPENDIX 4E

Please find attached Atlantic Ltd's Appendix 4E for the financial year ended 30 June 2010.

Yours sincerely



Yasmin Broughton
Company Secretary



Appendix 4E

Preliminary final report

DETAILS OF REPORTING PERIOD

ABN or equivalent company reference	60 009 213 763
Financial year ended ('current period')	30 June 2010
Previous corresponding period	30 June 2009

RESULTS FOR ANNOUNCEMENT TO THE MARKET

Financial Results		June 2010	
		\$	
Revenues	up 163%	to	173,874
(Loss) after tax attributable to members	up 1,417%	to	(7,781,467)
Net (loss) for the period attributable to members	up 1,417%	to	(7,781,467)

Dividends
The directors do not propose to pay a dividend

Earnings/(loss) per share	June 2010	June 2009
Basic (Loss) per ordinary share	(0.71) cents	(0.11) cents
Diluted (Loss) per ordinary share	(0.71) cents	(0.11) cents

Net Tangible Asset Backing	June 2010	June 2009
Net tangible asset backing per ordinary share	0.29 cents	0.50 cents

Other explanatory notes
Refer to commentary on page 8

**STATEMENT OF COMPREHENSIVE INCOME
FOR THE YEAR ENDED 30 JUNE 2010**

	Note	Consolidated 2010 \$	Consolidated 2009 \$
Revenue		-	21,000
Other income		173,874	45,115
Total Revenue	1	<u>173,874</u>	<u>66,115</u>
Employee benefits expense		(845,575)	(90,000)
Share based payments		(1,716,924)	(128,110)
Business acquisition costs		(282,846)	-
Depreciation		(2,670)	-
Impairment expense	1	(3,132,157)	-
Other expenses		(1,975,169)	(360,918)
Loss before income tax		<u>(7,781,467)</u>	<u>(512,913)</u>
Income tax expense		-	-
Net loss for the year		<u>(7,781,467)</u>	<u>(512,913)</u>
Other comprehensive income		-	-
Total comprehensive loss for the year		<u><u>(7,781,467)</u></u>	<u><u>(512,913)</u></u>
Overall Operations			
Basic (loss) per share (cents per share)		(0.71)	(0.11)
Diluted (loss) per share (cents per share)		(0.71)	(0.11)

**NOTES TO AND FORMING PART OF THE STATEMENT OF COMPREHENSIVE
INCOME FOR THE YEAR ENDED 30 JUNE 2010**

1. Revenue

Revenue from Operating Activities

Sales of goods	-	-
	<u>-</u>	<u>-</u>

Revenue from Outside Operating Activities

Interest	173,874	45,115
Sundry Income	-	21,000
	<u>173,874</u>	<u>66,115</u>
Total Revenue for the year	<u>173,874</u>	<u>66,115</u>

**STATEMENT OF FINANCIAL POSITION
AS AT 30 JUNE 2010**

	Note	Consolidated 2010 \$	Consolidated 2009 \$
CURRENT ASSETS			
Cash and cash equivalents		4,118,349	1,516,952
Trade and other receivables		116,613	18,291
TOTAL CURRENT ASSETS		<u>4,234,962</u>	<u>1,535,243</u>
NON-CURRENT ASSETS			
Exploration expenditure	1	-	3,228,777
Property, plant & equipment		22,798	-
TOTAL NON-CURRENT ASSETS		<u>22,798</u>	<u>3,228,777</u>
TOTAL ASSETS		<u>4,257,760</u>	<u>4,764,020</u>
CURRENT LIABILITIES			
Trade and other payables		544,278	150,296
TOTAL CURRENT LIABILITIES		<u>544,278</u>	<u>150,296</u>
NON-CURRENT LIABILITIES			
Deferred tax liability	1	-	750,006
TOTAL NON-CURRENT LIABILITIES		<u>-</u>	<u>750,006</u>
TOTAL LIABILITIES		<u>544,278</u>	<u>900,302</u>
NET ASSETS		<u>3,713,482</u>	<u>3,863,718</u>
EQUITY			
Issued capital	2	24,093,101	18,178,794
Reserves	2	1,845,034	128,110
Accumulated losses		(22,224,653)	(14,443,186)
TOTAL EQUITY		<u>3,713,482</u>	<u>3,863,718</u>

**NOTES TO AND FORMING PART OF THE STATEMENT OF FINANCIAL POSITION
AS AT 30 JUNE 2010**

1. Exploration Expenditure

Balance at beginning of year	3,228,777	-
Acquired on acquisition of subsidiary	-	253,293
Expenditure incurred	653,386	475,464
Impairment expense	(3,882,163)	-
Fair value adjustment on consolidation	-	2,500,020
Total exploration expenditure	<u>-</u>	<u>3,228,777</u>

Atlantic is in discussions with the relevant authorities in Vietnam to progress the Bao Loc project. Those discussions are ongoing and Atlantic remains committed to pursuing the project. The Directors have decided to take a conservative approach and recognise an impairment charge on the carrying value of Exploration Expenditure as at 30 June 2010 given discussions have not resulted in the signing of a definitive joint venture or development agreement at balance date. The impairment charge of \$3,132,157 in the Statement of Comprehensive Income comprises a gross impairment charge of \$3,882,163 offset by a reversal of a previously recognised deferred tax liability of \$750,006 in respect of a fair value adjustment to deferred exploration expenditure in the previous year.

**NOTES TO AND FORMING PART OF THE STATEMENT OF FINANCIAL POSITION
AS AT 30 JUNE 2010 (CONTINUED)**

2. Issued Capital	Consolidated 2010	Consolidated 2009
	\$	\$
<u>Ordinary Shares</u>		
1,292,644,941 fully paid ordinary shares	24,093,086	17,428,779
	No.	\$
<i>Movements in ordinary shares on issue</i>		
At 1 July 2008	336,117,790	14,882,114
Issue of shares @ \$0.005 on 6/3/09	59,213,502	296,068
Issue of shares @ \$0.005 on 10/3/09	52,825,761	264,128
Issue of shares @ \$0.005 on 10/3/09	220,000,000	1,100,000
Issue of shares @ \$0.01 on 21/5/09	100,000,000	1,000,000
Issue costs	-	(113,531)
At 30 June 2009	768,157,053	17,428,779
Conversion of Class A Performance Shares @ \$0.005 on 18/9/09	150,000,000	750,000
Issue of shares @ \$0.035 on 22/10/09	140,000,000	4,900,000
Executive Incentive Share Plan Issue on 24/12/09	99,000,000	-
Executive Incentive Share Plan Issue on 15/3/10	10,000,000	-
Exercise of Options during the year	125,487,888	1,031,468
Issue costs	-	(17,161)
At 30 June 2010	1,292,644,941	24,093,086
<u>Performance Shares</u>		
<i>Movements in Class A Performance Shares</i>		
At 1 July 2008	-	-
Issue of shares on 21/5/09	1,500	750,000
At 30 June 2009	1,500	750,000
Conversion to ordinary shares on 18/9/09	(1,500)	(750,000)
At 30 June 2010	-	-
<i>Movements in Class B Performance Shares</i>		
At 1 July 2009	-	-
Issue of shares on 21/5/09	1,500	15
At 30 June 2009	1,500	15
At 30 June 2010	1,500	15

Performance shares do not participate in dividends and the proceeds on a winding up of the parent entity. Performance shares have no voting rights at shareholders' meetings when a poll is called, and are not eligible to participate in votes on a show of hands.

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Preliminary final report

<u>Reserves</u>	No.	\$
<i>Movements in reserves</i>		
Options Reserve:		
At 1 July 2008	-	-
Issue of options @ \$0.0064 on 21/5/09	20,000,000	128,110
At 30 June 2009	20,000,000	128,110
At 30 June 2010	20,000,000	128,110

The Options Reserve is used to recognise the fair value of all options on issue but not yet exercised.

Executive Incentive Share Plan Reserve:

At 1 July 2009	-	-
Shares issued to executives during the year	109,000,000	1,716,924
At 30 June 2010	109,000,000	1,716,924

The Executive Incentive Share Plan (EISP) Reserve is used to record the fair value of shares issued under the plan at grant date. The EISP is accounted for as an "in-substance" option plan due to the limited recourse nature of the loan between the employees and the Company to finance the purchase of ordinary shares.

**STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED 30 JUNE 2010**

	Note	Consolidated 2010 \$	Consolidated 2009 \$
CASH FLOWS FROM OPERATING ACTIVITIES			
Receipts from customers		-	60,619
Payments to suppliers and employees		(2,807,825)	(358,908)
Interest received		173,874	45,115
Interest paid		(107)	-
Net cash used in operating activities	1	(2,634,058)	(253,174)
CASH FLOWS FROM INVESTING ACTIVITIES			
Payments for exploration activities		(653,386)	(716,610)
Payments for property plant & equipment		(25,467)	-
Payments for due diligence on acquisition		-	(44,527)
Net cash used in investing activities		(678,853)	(761,137)
CASH FLOWS FROM FINANCING ACTIVITIES			
Proceeds from issue of shares		5,931,469	1,660,196
Capital raising costs		(17,161)	(113,531)
Net cash provided by financing activities		5,914,308	1,546,665
Net increase in cash and cash equivalents		2,601,397	532,354
Cash and cash equivalents at beginning of year		1,516,952	984,598
Cash and cash equivalents at end of year		4,118,349	1,516,952

NOTES TO AND FORMING PART OF THE STATEMENT OF CASH FLOWS FOR THE YEAR ENDED 30 JUNE 2010

	Consolidated 2010 \$	Consolidated 2009 \$
1. Reconciliation of loss for the year to net cash flows from operating activities		
Loss after income tax	(7,781,467)	(512,913)
Non-cash flows in loss:		
Share Based Payments	1,716,924	128,110
Impairment expense	3,132,157	-
Depreciation	2,670	-
(Increase) in trade receivables	(98,324)	(10,717)
Due diligence costs in relation to acquisition	-	44,527
Increase in payables and accruals	393,982	97,819
Cash flows from operations	<u>(2,634,058)</u>	<u>(253,174)</u>

DIVIDEND PAYMENTS

The directors do not propose that Atlantic will pay a dividend in the current year and did not pay a dividend in the comparative period.

DIVIDEND REINVESTMENT PLANS

The Company does not have in place a dividend reinvestment plan.

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STATEMENT OF CHANGES IN EQUITY FOR THE YEAR ENDED 30 JUNE 2010

	Share Capital			Option Reserve	Share Incentive Plan Reserve	Accumulated losses	Total
	Performance Shares						
Consolidated	Ordinary	Class A	Class B	Option Reserve	Share Incentive Plan Reserve	Accumulated losses	Total
	\$	\$	\$	\$	\$	\$	\$
Balance at 1.07.2008	14,882,114	-	-	-	-	(13,930,273)	951,841
Issue of shares	2,660,196	750,000	15	-	-	-	3,410,211
Issue costs	(113,531)	-	-	-	-	-	(113,531)
Loss attributable to members of parent entity	-	-	-	-	-	(512,913)	(512,913)
Issue of options	-	-	-	128,110	-	-	128,110
Balance at 30.06.2009	17,428,779	750,000	15	128,110	-	(14,443,186)	3,863,718
Issue (conversion) of shares	6,681,468	(750,000)	-	-	1,716,924	-	7,648,392
Issue costs	(17,161)	-	-	-	-	-	(17,161)
Loss attributable to members of parent entity	-	-	-	-	-	(7,781,467)	(7,781,467)
Balance at 30.06.2010	24,093,086	-	15	128,110	1,716,924	(22,224,653)	3,713,482

NET TANGIBLE ASSET BACKING

	June 2010	June 2009
Net tangible asset backing per ordinary share	0.29 cents	0.50 cents

DETAILS OF ENTITIES OVER WHICH CONTROL HAS BEEN GAINED OR LOST DURING THE PERIOD.

Control gained over subsidiaries listed below for \$1 each:

- (a) Atlantic Cambodia Pty Ltd
- (b) Atlantic Incentive Plan Pty Ltd

DETAILS OF ASSOCIATES AND JOINT VENTURE ENTITIES

Not applicable

OTHER SIGNIFICANT INFORMATION REQUIRED BY INVESTORS

Segment Information

	Bauxite Exploration \$	All Other Segments \$	Consolidated \$
30 June 2010			
Segment revenue	-	173,874	173,874
Segment result	(3,289,953)	(4,491,514)	(7,781,467)
Unallocated expenses			-
Results from operating activities			(7,781,467)
Less: discontinued operation			-
Results from continuing operations			(7,781,467)
Included within segment result:			
Depreciation	-	2,670	2,670
Interest revenue	-	173,874	173,874
Segment assets	-	4,257,760	4,257,760
Segment liabilities	3,740	540,538	544,278

BASIS OF COMPILATION OF REPORT

This report is compiled using Australian Accounting Standards.

COMMENTARY ON RESULTS FOR THE PERIOD

The Consolidated Entity made a net loss for the year of \$7,781,467 (2009: \$512,913). This increase in consolidated net loss was a result of increased employee benefit expenses of \$845,575 (2009: \$90,000), higher share based incentive payments of \$1,716,924 (2009: \$128,110) and business acquisition costs of \$282,846 (2009: nil) as the Company increased its staff numbers and activities in line with the Company's new strategy to develop a resources business. In addition, the consolidated net loss for the period was impacted by the one-time impairment expense on exploration expenditure of \$3,132,157 (net of related deferred income tax).

BASIS OF ACCOUNTS

This report is based on accounts that are currently being audited.

STATUS OF AUDIT

The accounts are in the process of being audited.

COMPLIANCE STATEMENT

1. This report, and the accounts upon which this report is based, have been prepared in accordance with AASB Standards.
2. This report, and the accounts upon which this report is based, use the same accounting policies.
3. This report gives a true and fair view of the matters discussed.
4. This report is based on accounts which are in the process of being audited.

Sign Here: **Date:** 31 August 2010



Name: Yasmin Broughton (Company Secretary)