

Appendix 4D

Half year report Period ending on or after 31 December 2007

The following information must be given to ASX under listing rule 4.2A.3.

1. Details of the reporting period and the previous corresponding period.

ABN or equivalent company reference	60 009 213 763
Half year ended	31/12/07
Previous corresponding period	No financials Lodged for 31/12/06 (see 1.1)

- 1.1 As disclosed in note 1(a) to the Interim Financial Report, an Interim Financial Report had not been prepared or reviewed for the half year ended 31 December 2006 due to the company having been granted a waiver from producing such a report by the Australian Securities and Investments Commission. No comparative information has been prepared in respect of the period 1 July 2006 to 31 December 2006.

2. "Atlantic Limited Half year Results for announcement to the market".

	Company 31 Dec 2007 \$
Revenue from continuing operations	29,100
Financial administration and compliance costs	(24,515)
Employee costs	(45,855)
Other expenses	(109,750)
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Loss before income tax	(151,020)
Income tax expense/benefit	-
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Loss from continuing operations	(151,020)
Gain on disposal of subsidiaries and forgiveness of loans on completion of a Deed of Company Arrangement (DOCA)	7,527,286
Profit for the period	<hr/> 7,376,266 <hr/>
Basic earnings per share (cents per share)	2.65
Diluted earnings per share (cents per share)	2.21

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2.1	Revenues from ordinary activities	N/A	N/A	to		\$	
					29,100		
2.2	(Loss) from ordinary activities after tax attributable to members	N/A	N/A	to			
					(151,020)		
2.3	Net profit (loss) for the period attributable to members*	N/A	N/A	to			
					7,376,266		
2.4	Dividends		Amount per security		Franked amount per security		
	Final dividend		Nil¢		Nil¢		
	Interim dividend		Nil¢		Nil¢		
	The company does not propose to pay dividends						
2.5	Record date for determining entitlements to the dividend,		NOT APPLICABLE				

* This disposal and completion of the DOCA has given rise to a book profit of \$7,527,286.

2.6 Commentary

As a result of the reconstruction and recapitalisation of the Company, the results included in this half year report reflect the operations of Atlantic Limited as a single entity. The current Board of Directors were not involved in the operation of any of the subsidiary entities up until the date of disposal, as the Group was in administration pending completion of the conditions precedent to the DOCA.

Since completion of the DOCA, Atlantic Ltd has continued development of a strategic plan in relation to evaluation of potential pearl markets and development of a comprehensive marketing strategy.

As a consequence of the Company being placed into administration, no operating results have been available for the subsidiary entities from 1/7/07 to the date of disposal, and these have been excluded from this report. The audit report includes a qualification as to the exclusion of these results from the Company's financial report. The effect of the disposal on Atlantic Limited has been outlined in detail in Note 6. This disposal and completion of the DOCA has given rise to a book profit of \$7,527,286.

Comparative figures for the half year ended 31 December 2006 have not been included in this report, as a waiver was obtained from ASIC regarding the preparation of accounts for this period.

3. Net tangible assets per security with the comparative figure for the previous corresponding period.

Net tangible assets per security	31/12/2007	31/12/2006
Net tangible asset backing per ordinary security	0.3 cents	N/A

4. Details of entities over which control has been gained or lost during the period, including the following.

On 8 August 2007, the parent entity disposed of 100% of its interest in all of its subsidiaries under the terms of a Deed of Company Arrangement (DOCA) for \$300,000 cash consideration. The carrying value of Atlantic Limited's investment in the subsidiaries was \$90 at the time of the disposal.

As the disposal of the subsidiaries formed part of the DOCA, the gain on disposal of the subsidiaries has been included in the income statement (see above commentary in 2.6) with the gain on forgiveness of loans, resulting in a total gain of \$7,527,286 to the Company on completion of the DOCA.

a. Controlled Entities

	Country of Incorporation	Percentage Owned (%)*	
		31/12/2007	31/12/2006
Parent Entity:			
Atlantic Limited	Australia		
Subsidiaries of Atlantic Ltd:			
Atlantic Properties Pty Ltd #	Australia	Nil	100%
Bremer Aquaculture Pty Ltd #	Australia	Nil	50%
Barracuda Fisheries Pty Ltd	Australia	Nil	100%
F & R Management Services Pty Ltd #	Australia	Nil	100%
Darrella Holdings Pty Ltd #	Australia	Nil	100%
Atlantic International Trading Trust #	Australia	Nil	100%
Myanmar Atlantic Company Limited	Myanmar	Nil	85%

* Percentage of voting power is in proportion to ownership

were actually dormant

5. Details of individual and total dividends or distributions and dividend or distribution payments. The details must include the date on which each dividend or distribution is payable, and (if known) the amount per security of foreign sourced dividend or distribution.

Not Applicable

6. Details of any dividend or distribution reinvestment plans in operation and the last date for the receipt of an election notice for participation in any dividend or distribution reinvestment plan.

Not Applicable

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7. **Details of associates and joint venture entities including the name of the associate or joint venture entity and details of the reporting entity's percentage holding in each of these entities and – where material to an understanding of the report - aggregate share of profits (losses) of these entities, details of contributions to net profit for each of these entities, and with comparative figures for each of these disclosures for the previous corresponding period.**

Not Applicable

8. **For foreign entities, which set of accounting standards is used in compiling the report (e.g. International Accounting Standards).**

Not Applicable

9. **For all entities, if the ⁺accounts are subject to audit dispute or qualification, a description of the dispute or qualification.**

An extract from the Qualified Audit opinion is noted below:

Basis for Qualified Conclusion

As disclosed in note 1(a) to the Interim Financial Report, an Interim Financial Report had not been prepared or reviewed for the half year ended 31 December 2006 due to the company having been granted a waiver from producing such a report by the Australian Securities and Investments Commission. No comparative information has been prepared in respect of the period 1 July 2006 to 31 December 2006 for inclusion in the Condensed Income Statement, Condensed Statement of Changes in Equity and Condensed Cash Flow Statement. This represents a departure from AASB 101: Presentation of Financial Statements ("AASB 101") which requires that comparative financial information be disclosed for the prior preceding period.

Furthermore, as disclosed in Note 1(b) to the Interim Financial Report and as required by Australian Accounting Standards, a Consolidated Interim Financial Report has not been prepared due to a lack of information in respect of subsidiary companies which formed part of the consolidated entity up to the date of their disposal, 8 August 2007. Accordingly, the Company has elected to prepare only a parent entity Interim Financial Report. This represents a departure from AASB 101, which requires that consolidated information be presented where the entity's most recent annual financial statements were consolidated financial statements.

Qualified Conclusion

Based on our review, which is not an audit, with the exception of the matters described in the preceding paragraphs, we have not become aware of any matter that makes us believe that the half year financial report of Atlantic Limited is not in accordance with the Corporations Act 2001, including:

- (a) giving a true and fair view of the company's financial position at 31 December 2007 and of its performance for the half-year ended on that date; and
- (b) complying with Accounting Standard AASB 134 Interim Financial Reporting and the Corporations Regulations 2001.