

30 June 2010

ATLANTIC ANNOUNCES \$55 MILLION CAPITAL RAISING**Highlights**

- **Atlantic secures \$55.55 million equity funding for Windimurra transaction**
- **Shares to be issued to strategic investors and to Australian and international institutional investors**
- **Capital raising will allow construction and commissioning of the Windimurra vanadium project**

Atlantic Ltd (ASX: ATI; **Atlantic**) is pleased to announce the proposed issue of 1,262,500,000 shares at 4.4 cents per share to raise \$55,550,000 as part of its plans to commission the Windimurra vanadium project (**Project**).

The shares will be issued to:

- strategic international investors to raise \$45,550,000; and
- Australian and international institutional investors to raise \$10,000,000.

Lead Managers to the capital raising were Mirabaud Securities LLP and RBS Morgans Limited.

Atlantic will use the funds raised to provide a loan to Midwest Vanadium Pty Ltd (**MVPL**), the company that holds 100% of the Project. Atlantic will provide the loan to MVPL on a first ranking secured basis alongside other first ranking secured lenders and will also receive a commercial rate of interest on the loan during the term of the debt facility. These funds, together with new lease finance and working capital facilities, will allow MVPL to complete the construction and commissioning of the Project.

As previously announced, a consortium of Atlantic and Mineral Resources Limited (**MRL**) is currently working towards completion of the transaction to acquire an effective 90% equity interest in MVPL.

Atlantic Managing Director Michael Minosora said he was delighted with the strong investor support for Atlantic's plans for the Windimurra vanadium project.

"The success of this capital raising highlights the strong support for our plans to commission the world scale Windimurra vanadium project," said Mr Minosora.

"Windimurra is a high quality project with a significant reserve base that is approximately 85% complete.

Since we announced the agreement to acquire Windimurra, we have worked hard to identify crucial cost savings that we believe will place the project in a highly competitive position in the global vanadium industry cost curve.

We are delighted that this placement now puts in place a critical component of the funding package required to enable MVPL to finalise construction and successfully commission the Windimurra project.

We believe Windimurra is a great opportunity for Atlantic shareholders and we look forward to working with MRL to bring the Project into production next year.”

Under the placement, 1,262,500,000 shares will be issued at 4.4 cents per share, being the closing market price of Atlantic shares on 25 June 2010.

Atlantic and MRL are on track to finalise the acquisition of an effective 90% equity interest in MVPL, with completion of the transaction now expected on or around 6 August.

Following completion of the transaction, Atlantic will hold an effective 62.5% equity interest in MVPL and will also be the largest first ranking secured lender to MVPL.

Completion of the placement of shares is subject to the approval of Atlantic shareholders and completion of the acquisition of an interest in MVPL. A notice of meeting to approve the placement will be sent to Atlantic shareholders in the near future.

Shareholders of Atlantic are due to consider a number of resolutions, including a proposed change of activities and consolidation of capital, at two extraordinary general meetings of shareholders to be held today. These meetings will proceed as planned, however, given completion of the Windimurra transaction is now expected on or around 6 August, Atlantic intends to withdraw resolutions 1 and 2 dealing with the proposed change of activities and consolidation of capital from today's meeting and resubmit the resolutions at the meeting to be convened to approve the capital raising in early August.

On this basis, ASX has advised Atlantic that the proposed suspension from official quotation previously advised to begin from today will not proceed until the date of the meeting to consider the proposed change of activities and consolidation of capital.

An updated indicative timetable for completion of the transaction for Atlantic to acquire an effective 62.5% equity interest in the Project is set out below.

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| Dispatch of notice of meeting to shareholders | 2 July 2010 |
| Last day for trading in pre-organised securities (that is, pre-consolidation) | 5 August 2010 |
| Trading in securities suspended by ASX | 6 August 2010 |
| Shareholder meeting | 6 August 2010 |
| Completion of transaction to acquire equity interest in Windimurra Project | 9 August 2010 |
| Trading would normally commence in reorganised securities on a deferred settlement basis | 10 August 2010 |
| Last day for Company to register transfers on a pre-reorganised basis | 16 August 2010 |
| First day for Company to register shares on a post-reorganisation basis (that is, post consolidation). Shareholdings consolidated | 17 August 2010 |
| Dispatch of holding statements to shareholders | 23 August 2010 |
| Trading in securities reinstated by ASX (subject to satisfaction of Chapters 1 and 2 of ASX Listing Rules) Normal T+3 trading on a post-consolidation basis commences | 24 August 2010 ¹ |

¹ Trading in securities will only be reinstated by ASX after Atlantic has completed the acquisition of an interest in the Project and the Company has complied with Chapters 1 and 2 of the ASX Listing Rules. Atlantic will endeavour to minimize the period of suspension as much as possible.

If the proposed consolidation of capital is effected prior to the issue of placement shares, the number of shares and issue price of the shares pursuant to the placement will be amended accordingly.

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About Atlantic Limited

Atlantic Ltd is committed to building a diversified portfolio of world class resources projects that will provide superior returns to shareholders.

Atlantic combines its strong financing capability with a highly disciplined and innovative approach to acquire resources projects that are low cost, long life and near production.

Additional information on Atlantic can be found at www.atlanticltd.com.au.