

10 November 2006

Karen Webb  
Information Services  
Australian Stock Exchange Limited  
PO Box H224  
**AUSTRALIA SQUARE NSW 1215**

**By fax: 9227 0808**

Dear Karen,

## **ATLANTIC GOLD NL BONUS SHARE OPTION ISSUE**

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Thank you for your letter of 27 October 2006.

I can confirm that allotment and issue of ATVO options under our prospectus dated 17 October 2006 has been completed and confirmation of holding have been despatched to shareholders today. Details of the issue follow (your numbering):

2.1	<b><i>Date of allotment:</i></b>	10 November 2006
	<b><i>Number of securities:</i></b>	16,474,297
2.2	<b><i>Confirmation that securities have been allocated into the issuer sponsored sub register:</i></b>	Yes
2.3	<b><i>Issued capital following allotment:</i></b>	<i>Quoted:</i>
		161,617,210 fully paid ordinary shares
		30,286,342 partly paid ordinary shares
		16,474,297 ATVO options 12c exp. 1/11/7
		<i>Unquoted:</i>
		2,200,000 ATVAI options 20c exp 31/12/8
		5,450,000 ATVAK options 15c exp 22/8/10

**2.4 Top 20 holders ATVO options::**

		ATVO options	
		No.	%
1	REGENCY HALLMARKS HOLDINGS	1,407,405	8.54
2	WAPIMALA PTY LIMITED	1,375,488	8.35
3	AUSTRALIAN PIONEER PTY LTD	1,246,242	7.56
4	CAIRNGLEN INVESTMENTS PTY LTD	1,016,094	6.17
5	BRIANNA HOLDINGS PTY LIMITED	847,276	5.14
6	MR RONALD JOSEPH HAWKES	702,479	4.26
7	ANZ NOMINEES LIMITED	659,478	4.00
8	DR DEAN ANDARY	417,627	2.54
9	IRREWARRA INVESTMENTS PTY LTD	411,110	2.50
10	ANDAMAX INVESTMENTS PTY LTD	353,127	2.14
11	LONWAY PTY LIMITED	350,000	2.12
12	MR LESLIE GUY JULIAN PAYNTER	345,062	2.09
13	MACQUARIE BANK LIMITED	333,000	2.02
14	REGENCY GOLDMARK PTY LTD	303,077	1.84
15	BAYTONI PTY LIMITED	209,364	1.27
16	CALLISTEN PTY LIMITED	209,364	1.27
17	R & B INVESTMENTS PTY LTD	179,953	1.09
18	MR RODNEY JOHN HANSON	136,075	0.83
19	BERNE NO 132 NOMINEES PTY LTD	130,327	0.79
20	MR WALTER R BUCKNELL	114,188	0.69
		<b>11,328,262</b>	<b>65.23</b>

**2.5 Distribution schedule ATVO options:**

	1 to 1000	1001 to 5000	5001 to 10,000	10,001 to 100,000	More than 100,000	Total
<b>Holders</b>	313	299	110	143	26	891
<b>Units</b>	196,074	834,924	902,009	3,953,174	10,588,116	16,474,297

Sincerely,



**JULI FIDLER**  
Company Secretary