

7 October 2015

EXTENSION OF FORBEARANCE ARRANGEMENTS

Atlantic Ltd (ASX: ATI) (**Atlantic** or the **Company**) is pleased to announce that it has entered into a further forbearance agreement with its largest shareholder and major creditor Droxford International Limited (**Droxford**).

Under the terms of the new forbearance agreement, the existing forbearance arrangements remain in place, however the period of the forbearance is extended until 6 April 2016.

Under the forbearance agreement, Droxford agrees that it will forbear and not take any action to accelerate any of its convertible bond or promissory note debts, subject to certain conditions including that there are no further defaults by Atlantic under those finance documents.

During the forbearance period, Atlantic will continue to work with Droxford to agree and implement a solvent restructuring of Atlantic.

Further information on any proposed restructuring, that is likely to require shareholder approval, will be disclosed as soon as details are finalised.

In the meantime, Atlantic believes that it is appropriate for the suspension in the trading of the Company's securities to remain in place given that the Company is continuing discussions regarding a restructuring of Atlantic's balance sheet.

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