



Atomic Resources Limited

ABN 65 124 408 751

Suite 2001, Level 20 Australia Square
264 George Street Sydney NSW 2000
Tel 61 2 9252 5766
Fax 61 2 9247 8966
www.atomicresources.com.au
info@atomicresources.com.au

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Company Announcement Officer
Australian Securities Exchange

Dear Sir/Madam

ACQUISITION OF MINORITY SHAREHOLDER OF TANZANIAN SUBSIDIARY & RESIGNATION OF DIRECTOR

Atomic Resources Limited ("Atomic") is pleased to announce it has entered into an agreement with Mr. Peter Tsegas to purchase his 15 per cent stake in Pacific Corporation East Africa ("PCEA"), subject to approval by Atomic shareholders.

Atomic holds an 85 per cent interest in PCEA, a company incorporated in Tanzania that has a 70% interest in Tancoal (30 per cent interest held by National Development Corporation of Tanzania). After completion of the transaction Atomic will have a direct interest of 70% in Tancoal.

Atomic's Chairman, Mr Graeme Robertson welcomed the transaction, stating:

"The recently appointed senior executive team identified the need to build and develop the relationships with the National Development Corporation (NDC) to take the project to the operational stage. We are delighted as part of this process to announce the acquisition of the minority interest of PCEA. We thank Mr Tsegas for his cooperation and the initial relationships he created with the NDC".

Transaction Overview

Pursuant to the terms of the Share Sale Agreement, Mr. Tsegas will receive USD \$2.5 million in cash and 250,000 shares to be issued in Atomic. The current agreement replaces the option agreement entered into with Mr Tsegas announced in June 2010, under which Atomic secured an option to acquire Mr. Tsegas' 15 per cent stake for USD \$7.0 million.

The proposed transaction is subject to approval by the shareholders of Atomic if required. An Extraordinary General Meeting of Atomic shareholders is expected to be held in April 2011.

Director Resignation

Mr. Alastair Walker, a non executive director of Atomic resigned yesterday. The Board wishes to thank Mr. Walker for his service to Atomic since its listing in 2007.

Mr Robertson stated,

“The board thanks Alastair for his significant contribution to Atomic, in particular for his efforts in assisting the new senior executive team.”



Graeme Robertson

Executive Chairman

About the company:

Atomic Resources Limited is an Australian-based exploration and resource development company with major thermal coal assets in Tanzania. Our operating arm in Tanzania is Tancoal Energy Limited, which was formed by a Joint Venture between Atomic Resources Limited and the National Development Corporation of Tanzania (NDC).

Forward-Looking Statements

Certain statements made during or in connection with this statement, including, without limitation, those concerning exploration targets, contain or comprise certain forward-looking statements regarding Atomic's exploration operations, economic performance and financial condition. Although Atomic believes that the expectations reflected in such forward-looking statements are reasonable, no assurance can be given that such expectations will prove to have been correct. Accordingly, results could differ materially from those set out in the forward-looking statements as a result of, among other factors, changes in economic and market conditions, success of business and operating initiatives, changes in the regulatory environment and other government actions, fluctuations in metals prices and exchange rates and business and operational risk management. Atomic undertakes no obligation to update publicly or release any revisions to these forward-looking statements to reflect events or circumstances after today's date or to reflect the occurrence of unanticipated events other than required by the Corporations Act and ASX Listing Rules.

For further information please contact:

Shareholder Enquiries

Jonathan Warrant
Executive Director & CFO
Atomic Resources Limited
Tel: (02) 9252 5766
www.atomicresources.com.au

