

31 May 2010

The Manager
The Australian Stock Exchange
Exchange Plaza
2 The Esplanade
Perth WA 6000

Dear Sir,

Re: AGM Information Presentation

The Company's Annual General Meeting is to be held at 11:00 today. A presentation containing information about the performance of the company over the last financial year as well as some forward looking statements will be made to shareholders at this meeting. A written version of this presentation is included herein. The information provided at this meeting may expand on these details as questions will be taken from members who attend the meeting.

Managing Director's Presentation

1. 2009 Key Achievements

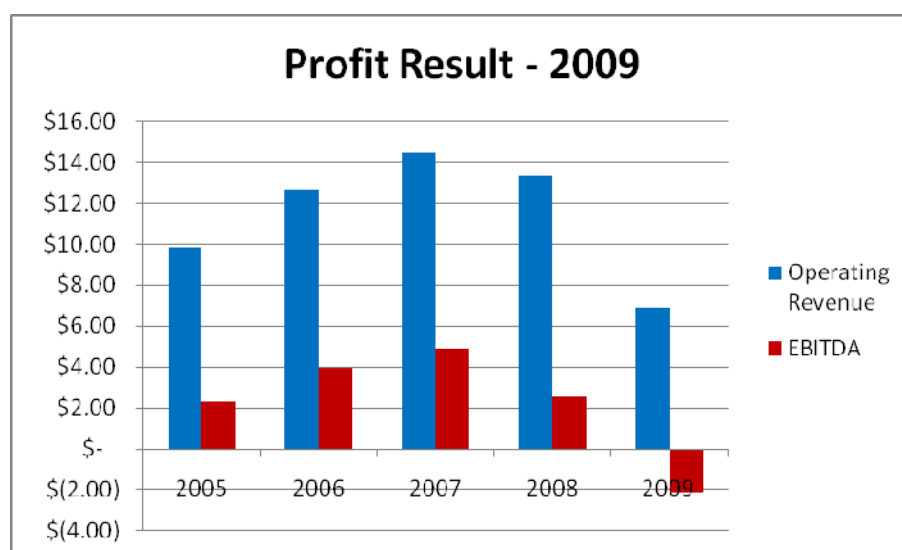
- 1.1. Preserved Liquidity and Managed Cash Flow – The company was able to weather the Global Financial Crisis of 2008-2009 through aggressive application of cost savings measures and efficiency improvements. The Shareholders demonstrated their faith in the Company through support of the rights issue during 2Q09 with \$2.9 million in shares purchased.
- 1.2. Established the Capacity to Independently Market Loose Pearls – As a result of the closing of the long-standing Pearl Distribution Agreement with Pearl Autore International, Atlas had to rapidly develop the capacity to prepare and market its stock of loose pearls on the wholesale pearl market.
- 1.3. Completed Restructure of Operations – The restructuring of our pearl farming operations in Indonesia was completed during the last half of 2009. All hatchery and juvenile oyster operations are focused in Bali and pearl growout in the Alyui Bay, West Papua facility.
- 1.4. Operational Targets Achieved – The Company seeded 391,000 oysters for 2009 with 20,339 second operations, although the second operation numbers were below our objective.
- 1.5. R&D and Genetics Research Program with James Cook University – The Company, in cooperation with JCU conducting additional spawning to create another second generation of oysters from the selective breeding and genetics improvement program.

The oysters from this spawning have demonstrated the best survival to date of any spawning over the past two years. Growth parameters for this group are also improved over previous generations. These spawnings moved to the next level of commercial production in late 2009.

- 1.6. Qatar Pearl Exhibition – Based on its reputation as a top producer of white South Sea pearls and in recognition of our advances in genetics research and application of research findings in production, Atlas was selected to represent the South Sea Pearl Industry at the Qatar Pearl Exhibition scheduled for the first half of 2010.

2. Financial Profit Results

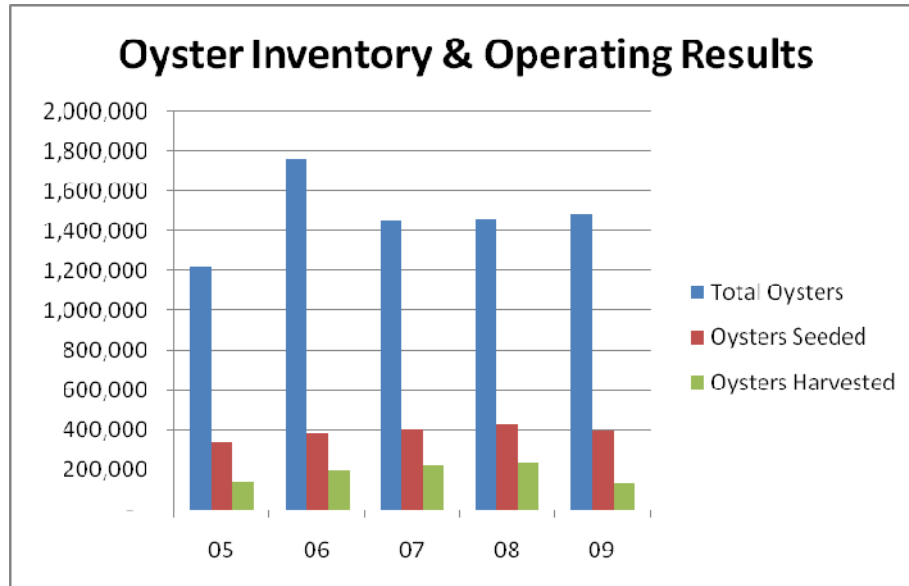
- 2.1. The financial results for the last five years are shown below.



- 2.2. As a result of the Global Financial Crisis and its impact on the entire luxury goods sector, the industry and company suffered their worst year in its history. Still, the Company was able to maintain a positive cash flow and production levels.
- 2.3. The industry saw a 63% drop in average pearl prices and similar drops in sales volume.
- 2.4. Operating revenues for the year were \$6.9 million, a 48% drop from 2008 (\$13.3 million).
- 2.5. With improved efficiencies in production and operations annual expenses were reduced 39% from 2008 and the Company was able to end the year with a small but positive cash flow position of \$245,000.
- 2.6. The Company did record a net loss after tax of \$7.18 million for 2009 primarily due to valuation of biological assets in the face of a down market.

3. Operational Results

3.1. The Company's comparative results for the last five years are depicted in the following graph.



3.2. In spite of the Global Financial Crisis the Company was able to maintain Oyster Inventory and Operational levels consistent with the business model. This bodes well for the near-term outlook for the company as the pearling industry emerges from the financial crisis as we will not have to wait to replenish oyster numbers, thereby maintaining consistent levels in our pearl production.

3.3. The total harvest number for 2009 was reduced primarily as the majority of the September harvest was deferred until early 2010 for operational reasons due to the Global Financial Crisis.

4. Operational Results – Key Factors

4.1. The Company's business model to maintain production through the Global Financial Crisis of 2009 was focused on positioning the company for the future as the industry recovers from the financial crisis and market dynamics are influenced by increasing demand for white South Sea pearls in the face of retracted production levels in the industry.

4.2. The Company's juvenile oyster numbers are sufficient for the near-term prospects but due to environmental reasons we are experiencing slow growth in some groups thereby reducing the seeding opportunities for 2010.

4.3. The decision to increase the minimum size nucleus to a 2.3 Bu (about 7.0mm) nucleus is proving beneficial for producing larger pearls. The average pearl size from late 2009 harvests increased to 0.60 momme and we are now seeing average sizes of 0.64 momme in 2010.

4.4. The Company completed the transition to the new business model doing all juvenile oyster production in the lower cost center of Bali and then shipping oysters to the Alyui Bay farm site for final grow out of pearls. This coupled with improved logistics, repair parts, and consumables management has reduced operational expenses 39% during 2009.

5. Research and Development Key Achievements

5.1. The Company continues to enjoy the benefits from a robust genetics research program with James Cook University and remains an industry leader in the application of genetics research.

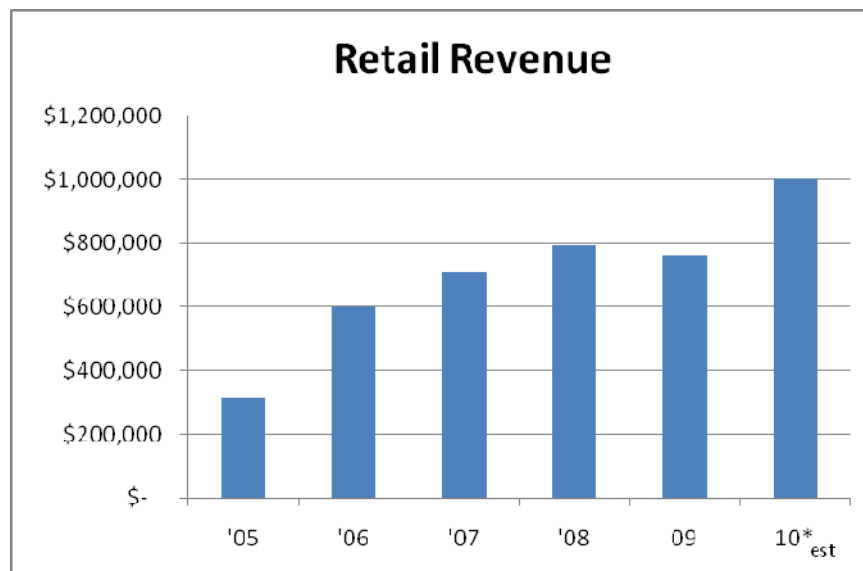
5.2. We consider the genetics program a critical element to our long-term sustainability and viability as a world leader in South Sea pearl production.

6. Jewelry Developments

6.1. Retail jewelry and pearl sales declined slightly (4%) from 2008 as a result of the Global Financial Crisis and its impact on tourism arrivals in Bali, our primary market segment. We credit this slight decrease in sales revenue to improved product lines across all price points plus a restructuring of our primary mainstream product line.

6.2. In late 2009 the Company closed opened a premier store in the lobby area of a 5-star hotel in the primary tourism enclave of Nusa Dua in Southern Bali.

6.3. As a result of product line improvements and this new store opening sales revenue for 1Q10 is up 30% compared to 1Q09 and we anticipate total retail revenue to be approximately 8-10% of total annual Company revenue.



7. Environment/Conservation, Corporate Social Responsibility

- 7.1. The Company takes its role as a leader in environmental protection and Corporate Social Responsibility very seriously and we are admired by conservation groups and local, regional governments for our efforts in preserving the critical marine environments in all our farm locations.
- 7.2. The Company's Alyui Bay farm site is located in the heart of Raja Ampat, one of the top destination diving locations in the world and is frequently visited by high-end live aboard dive boats.
- 7.3. VIP guests who have visited the Alyui Bay farming operation include senior leadership and major donors from such organizations as:
 - The Nature Conservancy
 - Conservation International
 - Walton Family Foundation
 - US National Oceanographic and Aerospace Administration
 - World Conservation Society
- 7.4. The Company is actively committed to protecting this critical marine environment and supporting coastal and marine conservation initiatives. We have installed a number of mooring buoy systems in the sensitive and biologically important areas of Raja Ampat to ensure coral reefs are not further damaged by anchoring tourist boats that frequent the area and our Alyui pearl farm.
- 7.5. The Company has been invited by The Nature Conservancy to participate in a proposal to assess the concept of Marine Concession Areas as a means of protecting certain marine areas through cooperative engagement between industry and conservation groups.
- 7.6. Through our Indonesian subsidiary, PT Cendana Indopearls, the Company actively promotes formal education for school aged children from the villages near our farm sites. We presently sponsor 23 students through direct payment of school tuitions and fees.
- 7.7. We also actively support cottage industries adjacent to our farm sites providing alternative employment and support for the most disadvantaged people within the local community. The Company has a system of piece work for the repair or preparation of certain pieces of farm equipment (lines, nets, floats, covers) that is undertaken from home and is offered to many widows, particularly on Bali's north coast, who would otherwise find earning an income difficult due to social constraints.

8. Expansion Programme

- 8.1. As a result of the Global Financial Crisis, numerous pearl farming operations in Indonesia have either shutdown or become inactive. This presents an opportunity for Atlas to expand its operations to other areas of Indonesia thereby increasing its capacity in oysters and pearl production.

8.2. The Company is presently negotiating the acquisition of a substantive existing pearl oyster operation consisting of a number of active sites with leases available for further expansion in the East Nusa Tenggara region of Indonesia. We anticipate the initial investment will be paid off in three years with up to an increase in the company's total pearl production of approximately 50% by year four.

8.3. The efforts to expand to Malaysia have been canceled due to lack of progress in obtaining water lease rights in Malaysia.

9. Expectations for 2010

9.1. We expect 2010 to be another difficult year but improved compared to 2009. The Global Financial Crisis is still impacting the global pearl market, however recent sales activity shows promise for increased demand and prices.

9.2. The Company is investigating additional revenue streams from the by-products of the pearl growing process, primarily the shell and visceral.

9.3. We anticipate we will gain access to one or more pearl farming operations before the end of 2010.

9.4. We will continue to stress the significance of sustainability in our operational efficiencies.

9.5. Retail jewelry operations should approach \$1 million in sales this year which will contribute approximately 10% of the Company's total revenue expectations for 2010.

10. Early 2010 Developments

10.1. The Company contracted an experienced Pearl Sales and Marketing Manager to oversee our wholesale pearl marketing program.

10.2. We have successfully developed wholesale pearl markets and partners in Asia, primarily Hong Kong and Japan.

10.3. We re-contracted a Pearl Production Manager who has several years experience with the company. As a result we are realizing improvements in systems performance and efficiency of operations and quality control.

The internal strength of the Company, its directors, and senior management bode well for the future of Atlas. We have successfully weathered the worst year in the industry's history and have emerged a stronger, more viable and respected component in the industry.

This presentation will be available through an audio stream link at the company's website.

Yours faithfully,

A handwritten signature in cursive script, appearing to read "Richard Wright".

Richard Wright
Managing Director