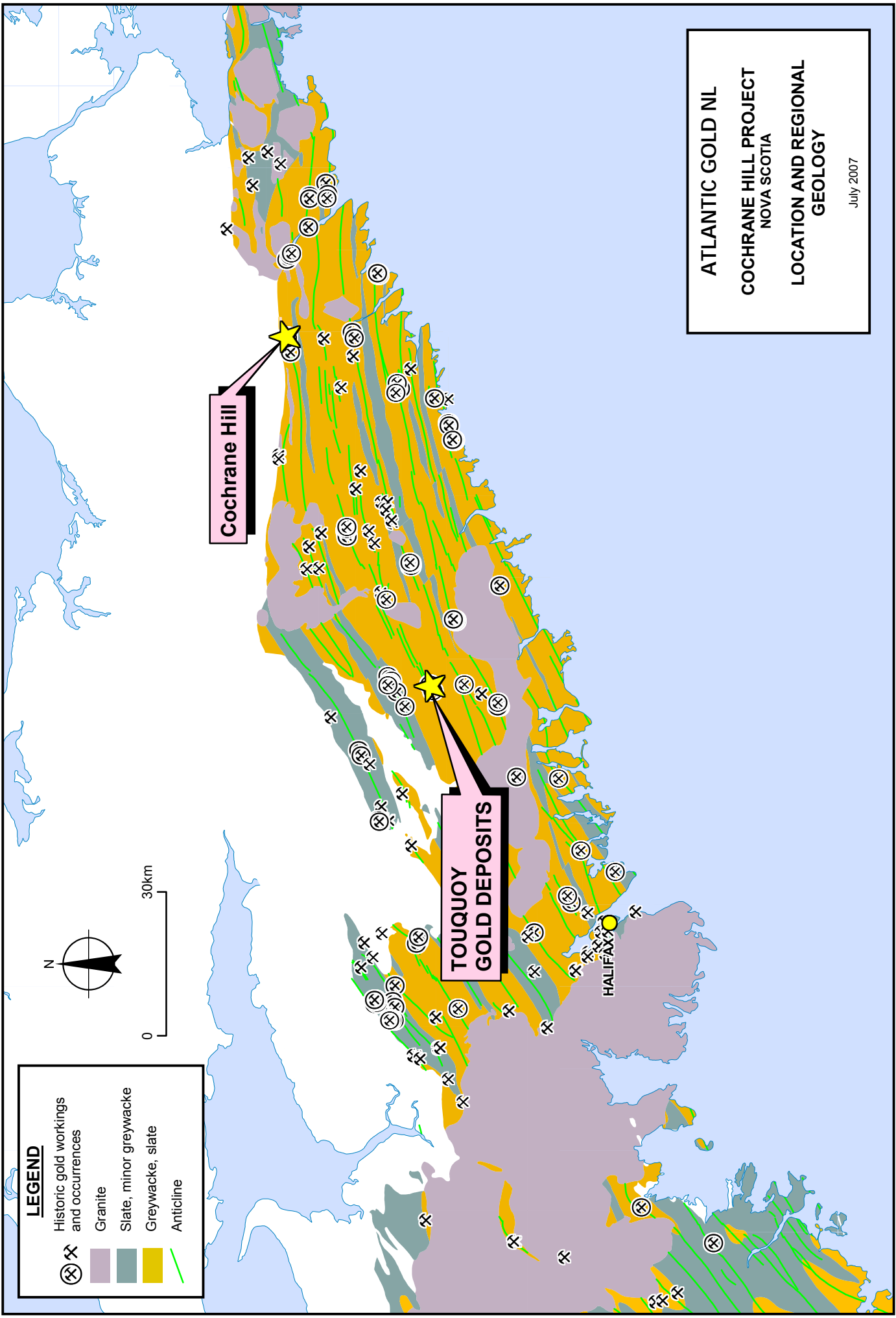


ATLANTIC GOLD NL
COCHRANE HILL PROJECT
NOVA SCOTIA
LOCATION AND REGIONAL
GEOLOGY
July 2007



LEGEND

Historic gold workings and occurrences

Granite

Slate, minor greywacke

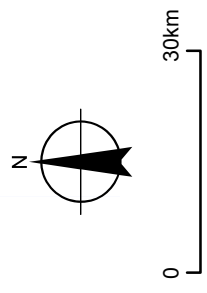
Greywacke, slate

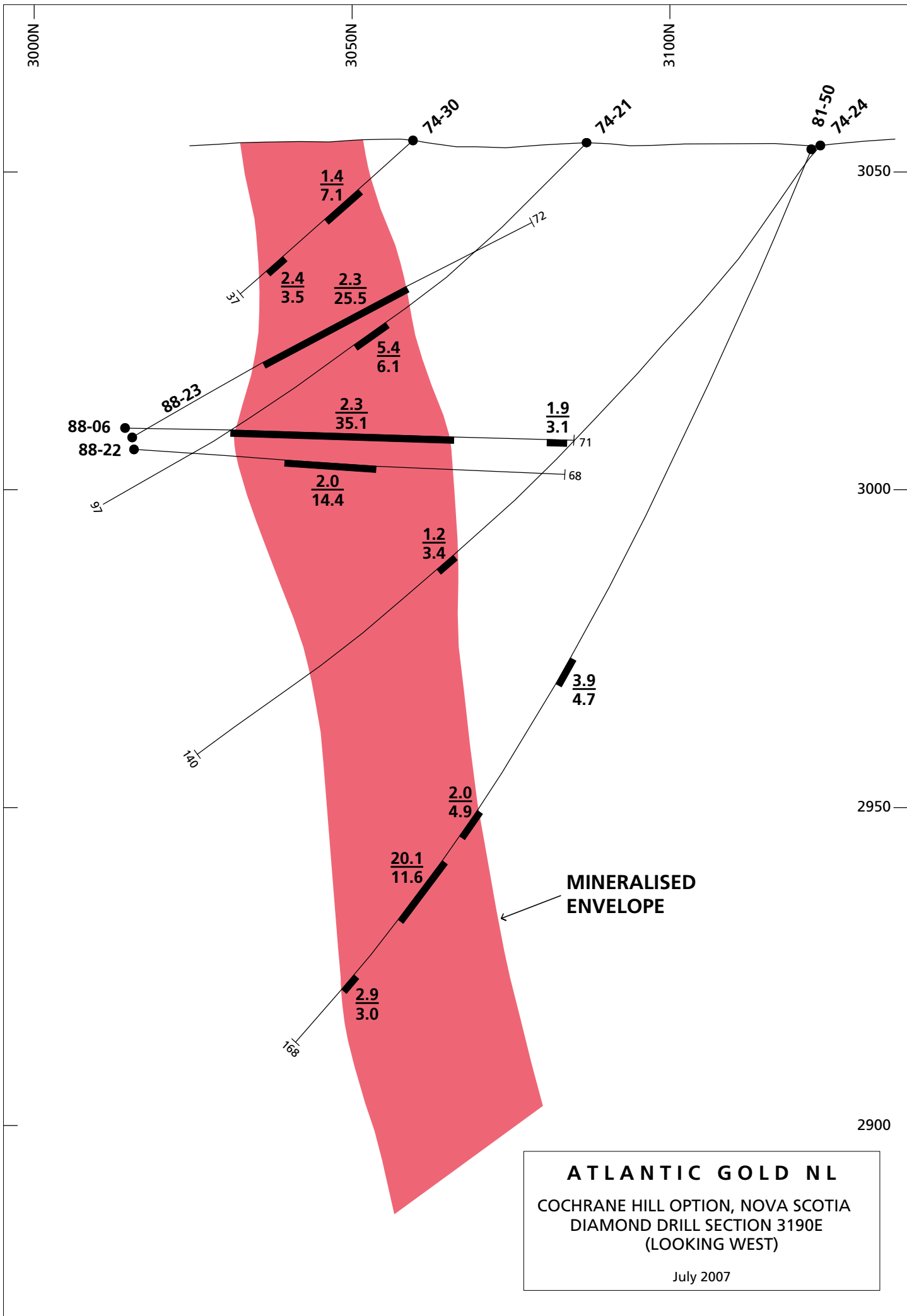
Anticline

Cochrane Hill

TOUQUOY
GOLD DEPOSITS

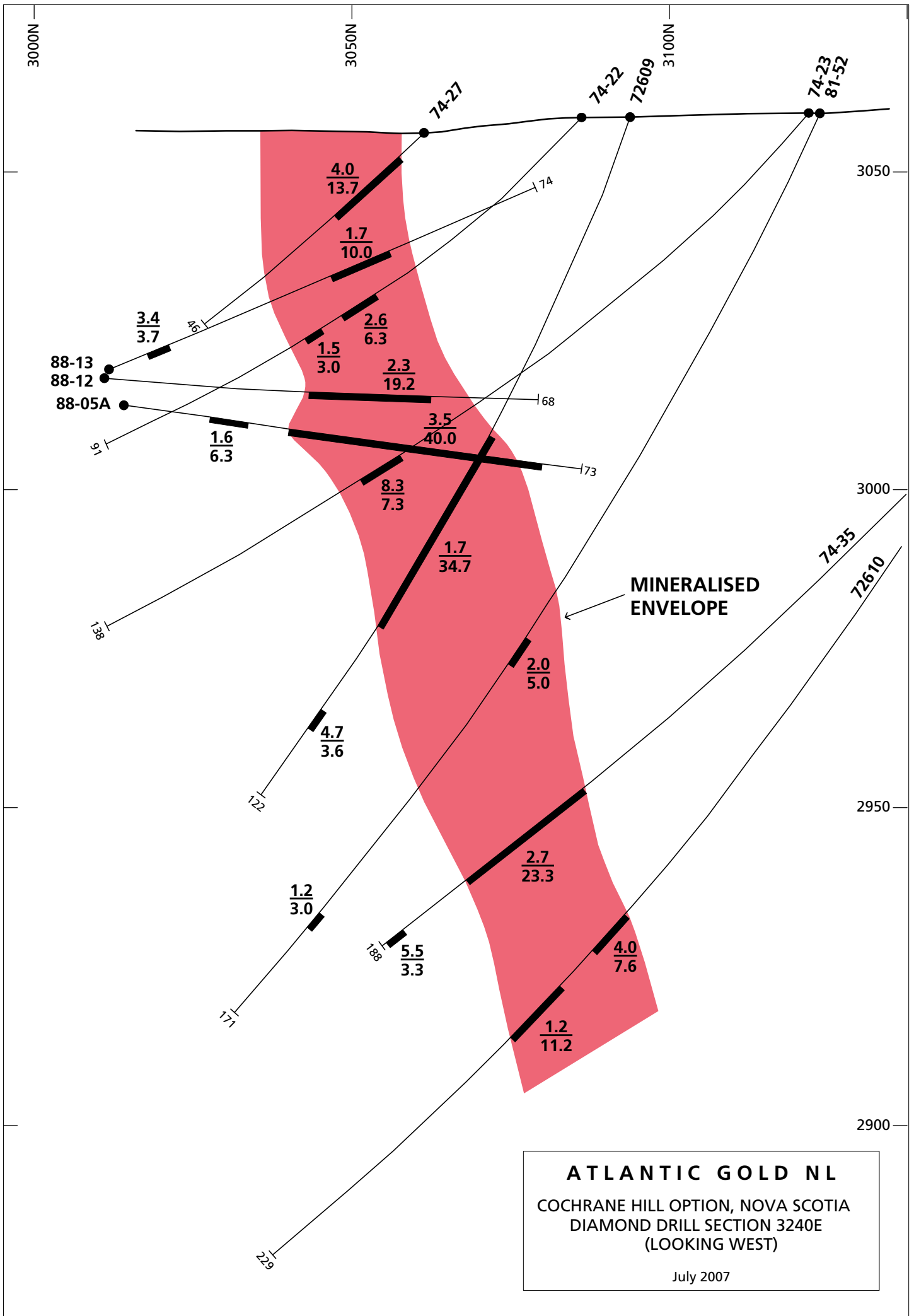
HALIFAX



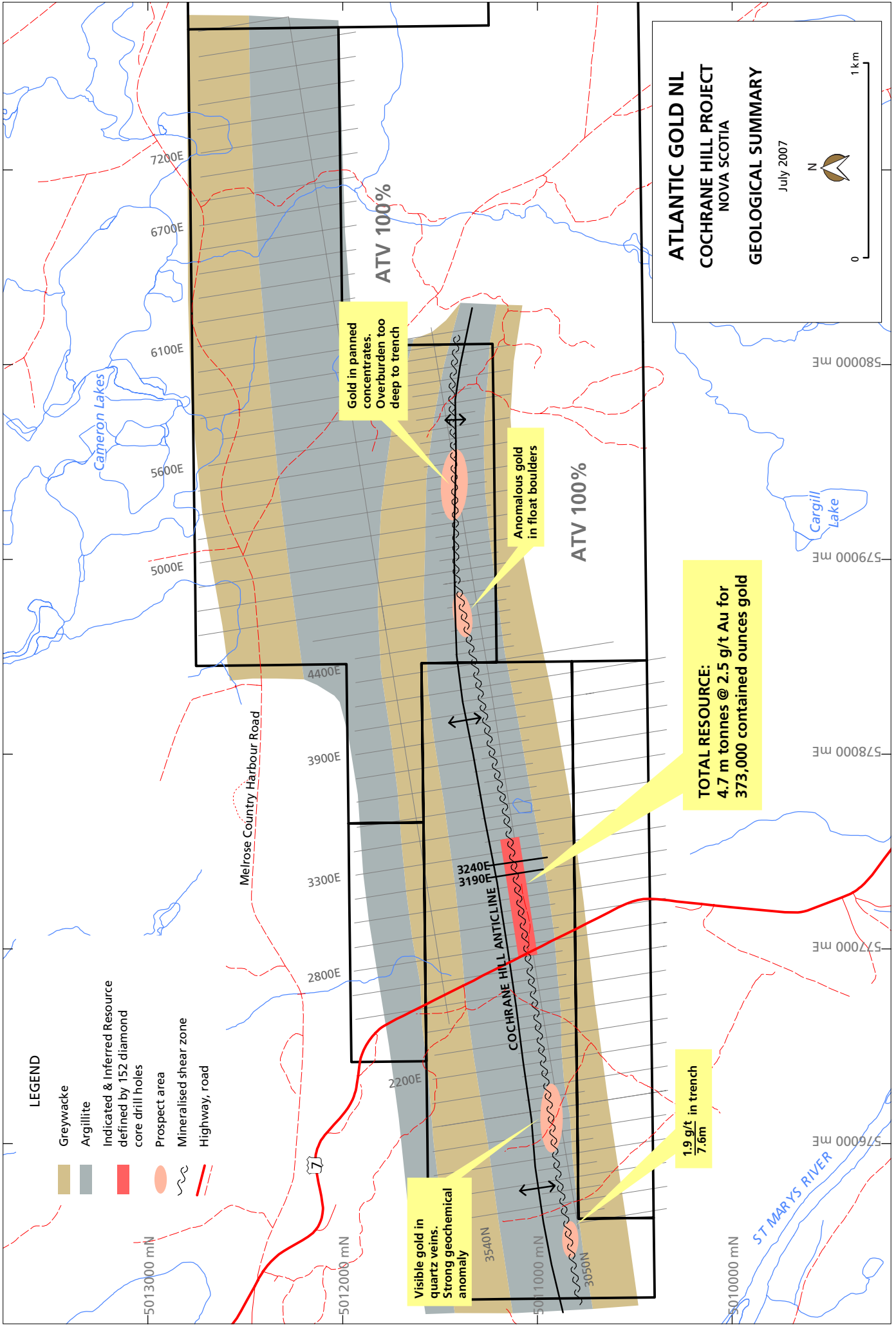


MINERALISED ENVELOPE

ATLANTIC GOLD NL
 COCHRANE HILL OPTION, NOVA SCOTIA
 DIAMOND DRILL SECTION 3190E
 (LOOKING WEST)
 July 2007



ATLANTIC GOLD NL
 COCHRANE HILL OPTION, NOVA SCOTIA
 DIAMOND DRILL SECTION 3240E
 (LOOKING WEST)
 July 2007



Appendix 5B

Mining exploration entity quarterly report

Introduced 1/7/96. Origin: Appendix 8. Amended 1/7/97, 1/7/98, 30/9/2001.

Name of entity

ATLANTIC GOLD NL

ABN

82 062 091 909

Quarter ended ("current quarter")

30 June 2007

Consolidated statement of cash flows

Cash flows related to operating activities	Current quarter \$A'000	Year to date (6 months) \$A'000
1.1 Receipts from product sales and related debtors		
1.2 Payments for		
(a) exploration and evaluation	(214)	(319)
(b) development	(795)	(1873)
(c) production		
(d) administration	(206)	(348)
1.3 Dividends received		
1.4 Interest and other items of a similar nature received	6	38
1.5 Interest and other costs of finance paid	(166)	(166)
1.6 Income taxes paid		
1.7 Other (provide details if material)		
Net Operating Cash Flows	(1,375)	(2,668)
Cash flows related to investing activities		
1.8 Payment for purchases of:		
(a)prospects		
(b)equity investments		
(c) other fixed assets	(3)	(5)
1.9 Proceeds from sale of:		
(a)prospects		
(b)equity investments		111
(c)other fixed assets		
1.10 Loans to other entities		
1.11 Loans repaid by other entities		
1.12 Other – Security deposits		
Net investing cash flows	(3)	106
1.13 Total operating and investing cash flows (carried forward)	(1,378)	(2,562)

+ See chapter 19 for defined terms.

1.13	Total operating and investing cash flows (brought forward)	(1,378)	(2,562)
	Cash flows related to financing activities		
1.14	Proceeds from issues of shares, options, etc.	589	589
1.15	Proceeds from sale of forfeited shares		
1.16	Proceeds from borrowings	1,000	1,000
1.17	Repayment of borrowings		
1.18	Dividends paid		
1.19	Other	(2)	(2)
	Net financing cash flows	1,587	1,587
	Net increase (decrease) in cash held	209	(975)
1.20	Cash at beginning of quarter/year to date	1,223	2,413
1.21	Exchange rate adjustments to item 1.20	9	3
1.22	Cash at end of quarter	1,441	1,441

Payments to directors of the entity and associates of the directors
Payments to related entities of the entity and associates of the related entities

		Current quarter \$A'000
1.23	Aggregate amount of payments to the parties included in item 1.2	72
1.24	Aggregate amount of loans to the parties included in item 1.10	Nil

1.25 Explanation necessary for an understanding of the transactions

Directors fees	22
Salaries	50

Non-cash financing and investing activities

2.1 Details of financing and investing transactions which have had a material effect on consolidated assets and liabilities but did not involve cash flows

Nil

2.2 Details of outlays made by other entities to establish or increase their share in projects in which the reporting entity has an interest

Nil

+ See chapter 19 for defined terms.

Financing facilities available

Add notes as necessary for an understanding of the position.

	Amount available \$A'000	Amount used \$A'000
3.1 Loan facilities	3,000	3,000
3.2 Credit standby arrangements	Nil	Nil

Estimated cash outflows for next quarter

	\$A'000
4.1 Exploration and evaluation	300
4.2 Development	1,500
Total	1,800

Reconciliation of cash

Reconciliation of cash at the end of the quarter (as shown in the consolidated statement of cash flows) to the related items in the accounts is as follows:

	Current quarter \$A'000	Previous quarter \$A'000
5.1 Cash on hand and at bank	1,376	224
5.2 Deposits at call	65	999
5.3 Bank overdraft		
5.4 Other (provide details)		
Total: cash at end of quarter (item 1.22)	1,441	1,223

Changes in interests in mining tenements

	Tenement reference	Nature of interest (note (2))	Interest at beginning of quarter	Interest at end of quarter
6.1 Interests in mining tenements relinquished, reduced or lapsed	EL 6044 & 6406 (23 sq km)	Caribou JV	50%	0%
	EL 6393	Lindsay Lake option	0%	0%
	EL 6298 & 6160 (1.56 sq km)	Lower Seal Harbour option	0%	0%
	EL5802, 6443, 6371 (7.63 sq km)	Wine Harbour option	0%	0%
	14 ELs 6053-4, 6057, 6066-70, 6073, 6854-58	Wholly owned	100%	0%
6.2 Interests in mining tenements acquired or increased	EL7301-2 Rawdon, Nova Scotia (6.38 sq km)	Wholly owned	0%	100%
	EL6310, Cochrane Hill, Nova Scotia (8.25 sq km)	Cochrane Hill option (may earn 60% or 80%)	0%	0%
	EL7366-71, Cochrane Hill, Nova Scotia (6 ELs, 46.25 sq km)	Wholly owned	0%	100%

+ See chapter 19 for defined terms.

Issued and quoted securities at end of current quarter


Description includes rate of interest and any redemption or conversion rights together with prices and dates.

	Total number	Number quoted	Issue price per security (see note 3) (cents)	Amount paid up per security (see note 3) (cents)
7.1 Preference ⁺ securities (description)				
7.2 Changes during quarter (a) Increases through issues (b) Decreases through returns of capital, buy-backs, redemptions				
7.3 ⁺ Ordinary securities				
Fully paid ATV	161,701,562	161,701,562		
Partly paid 7c ATVCC *	1,403,389	1,403,389	20 cents	7 cents
Partly paid 9c ATVCD *	28,882,953	28,882,953	20 cents	9 cents
* Call in progress at 30 Jun				
7.4 Changes during quarter (a) Increases through issues Fully paid ATV – exercise of options Partly paid – 2c call (b) Decreases through returns of capital, buy-backs	9,500 28,882,953	9,500 28,882,953		
7.5 ⁺ Convertible debt securities (description)				
7.6 Changes during quarter (a) Increases through issues (b) Decreases through securities matured, converted				
7.7 Options (description and conversion factor)			<i>Exercise price</i>	<i>Expiry date</i>
– ATVO	16,444,869	16,444,869	\$0.12	01.11.07
– ATVAI	2,200,000		\$0.20	31.12.08
– ATVAK	4,610,000		\$0.15	22.08.10
– ATVAM	3,000,000		\$0.15	14.10.10
7.8 Issued during quarter				
7.9 Exercised during quarter – ATVO	9,500	9,500	\$0.12	
7.10 Expired during quarter – ATVAK	800,000		\$0.15	
7.11 Debentures (totals only)				
7.12 Unsecured notes (totals only)				

+ See chapter 19 for defined terms.

Compliance statement

- 1 This statement has been prepared under accounting policies which comply with accounting standards as defined in the Corporations Law or other standards acceptable to ASX (see note 4).
- 2 This statement does give a true and fair view of the matters disclosed.

Sign here:  Date: 31 July 2007
(Director/Company secretary)

Print name: Walter R Bucknell

Notes

- 1 The quarterly report provides a basis for informing the market how the entity's activities have been financed for the past quarter and the effect on its cash position. An entity wanting to disclose additional information is encouraged to do so, in a note or notes attached to this report.
- 2 The "Nature of interest" (items 6.1 and 6.2) includes options in respect of interests in mining tenements acquired, exercised or lapsed during the reporting period. If the entity is involved in a joint venture agreement and there are conditions precedent which will change its percentage interest in a mining tenement, it should disclose the change of percentage interest and conditions precedent in the list required for items 6.1 and 6.2.
- 3 **Issued and quoted securities** The issue price and amount paid up is not required in items 7.1 and 7.3 for fully paid securities.
- 4 The definitions in, and provisions of, *AASB 1022: Accounting for Extractive Industries* and *AASB 1026: Statement of Cash Flows* apply to this report.
- 5 **Accounting Standards** ASX will accept, for example, the use of International Accounting Standards for foreign entities. If the standards used do not address a topic, the Australian standard on that topic (if any) must be complied with.

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