



ATOS
WELLNESS

ASX Release

Company Announcement

6 December 2010: The Board of ATOS Wellness Ltd (Company) wishes to advise shareholders that on Friday, 3 December 2010 it received a notice from Ananda Retnam and Pathma Ayadurai (Majority Shareholders), shareholders holding more than 50% of the ordinary shares in the Company, of their intention to call a general meeting of members to remove certain directors from the Company and appoint new directors (Notice). A copy of the Notice is attached to this announcement.

The Notice also requires the Company, pursuant to Listing Rule 7.6, not to issue or agree to issue any securities in the Company within first obtaining shareholder approval.

The Board is extremely disappointed that it has received the Notice and believes it is a significant blow to the rehabilitation and restructuring of the Company.

The Board has finalised the terms of a Heads of Agreement with a large international investment fund to have a 50/50 venture in a business opportunity in France. Moreover, the Board had also reached agreement with this investment fund to have access to a \$5m equity line of credit. The Board was in the process of obtaining signatures on this Heads of Agreement before the Notice arrived. The effect of the Notice is that the Heads of Agreement and the transactions contemplated by it will now be in jeopardy.

The Board will hold discussions with the Majority Shareholders over the coming days in order to determine appropriate steps forward.

The Board will continue to keep shareholders updated.

For further information, please contact:

Jitto Arulampalam
Executive Chairman
Mobile: +61 (0) 421 61 77 66

3 December 2010

Atos Wellness Limited
22 Letchworth Centre Avenue
Salter Point
Western Australia 6152
Australia

Dear Sirs,

**Atos Wellness Limited ("Company")
Proposed issuance of shares**

We, Siva Ananda Rajah S/O Retnam and Pathma D/O Sivaguru Ayadurai, as holders of more than 50% of the ordinary shares in the Company, hereby notify you that we intend to call a general meeting to remove certain directors of the Company and appoint new directors.

In view of this notice and pursuant to Rule 7.6 of the ASX Listing Rules, the Company must not issue or agree to issue any equity securities without the approval of the holders of its ordinary shares to the issue or agreement to issue.

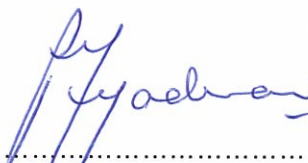
Further, we have been advised that under Australian common law principles, the Courts will grant an injunction to restrain a share issue if such issue results in a change of control in the Company. Accordingly, if the Company proceeds with any such issue, we will apply to the Court for an injunction restraining the issue.

We reserve all rights in this matter.

Yours sincerely,



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Siva Ananda Rajah S/O Retnam
67 Begonia Drive
Hock Swee Hill
Singapore 809925



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Pathma D/O Sivaguru Ayadurai
67 Begonia Drive
Hock Swee Hill
Singapore 809925

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