

LEGEND MOVES TO DOMINANT POSITION IN THE GIDGEE REGION IN PARTNERSHIP WITH THE CREASY GROUP

The Directors of Legend Mining Limited (“Legend”) are pleased to announce that they have entered into an agreement with the Mark Creasy controlled Gidgee Resources Limited (“Gidgee”), which Legend believes has the potential to propel the high-grade Gidgee Gold Mine project into one of Australia’s major exploration and gold producers.

The transaction will involve Mark Creasy and his team, led by well-known geologist Dermot Ryan, becoming involved in the operations of Legend by providing the following:

- The expertise of the Creasy Group who may nominate one Board representative.
- Significant increase in exploration potential adding 2,000 square kilometres of tenements surrounding and overlapping with Legend’s existing 600 square kilometres (see attached map and table). Previous exploration on Gidgee’s holdings has identified many untested or shallowly drilled gold targets, including at least 34 historical gold occurrences which produced approximately 23,000 ounces.
- Control of almost all of the Gum Creek Greenstone Belt, a highly prospective geological unit which lies between Sandstone and Meekatharra and has past gold production of approximately 1.5 million ounces.
- Commencement of an aggressive drilling program to expand Legend’s known resources and reserves and test the already identified targets on the combined lease holdings. During this drilling program there will be a reduction in underground mining and milling, plans for which are being drawn up and will be reported when completed.
- An investment of \$5,000,000 into Legend via a convertible note from the Creasy Group mainly to repay existing liabilities and also to provide working capital.

The Managing Director of Legend, Mr Murray McDonald, said “this merger is an exciting step in the evolution of Legend and positions Legend to advance a wide range of exploration targets with the intention of becoming a major gold explorer and producer.”

Mr Mark Creasy said “the Belt is under explored and there is significant potential for discovery of further large high-grade gold deposits and base metal deposits. I am pleased to have the opportunity to work with Legend to fully explore the Belt given the strength of the combined land position, the resources and reserves and the existing infrastructure.”

Legend is in the process of completing a capital raising through the issue of 22,000,000 shares at a price of 7 cents per share to raise \$1,540,000. This raising is within the 15% rule and does not require shareholder approval.

The material terms of the agreement are as follows:

- Legend will issue \$3,000,000 in shares at a price of 7 cents each for the acquisition of all “Gidgee” shares (the entity that controls approximately 2,000 square kilometres of additional tenements in the Gidgee region).
- The convertible note (\$5,000,000) will be convertible into ordinary shares of Legend at a price of 7 cents per share in the first twelve months and thereafter at a premium of 25% to this price or the prevailing market price if below 7 cents per share.
- Legend will complete a further capital raising of no less than \$1,500,000 within 90 days of receiving shareholder approval for the transaction.

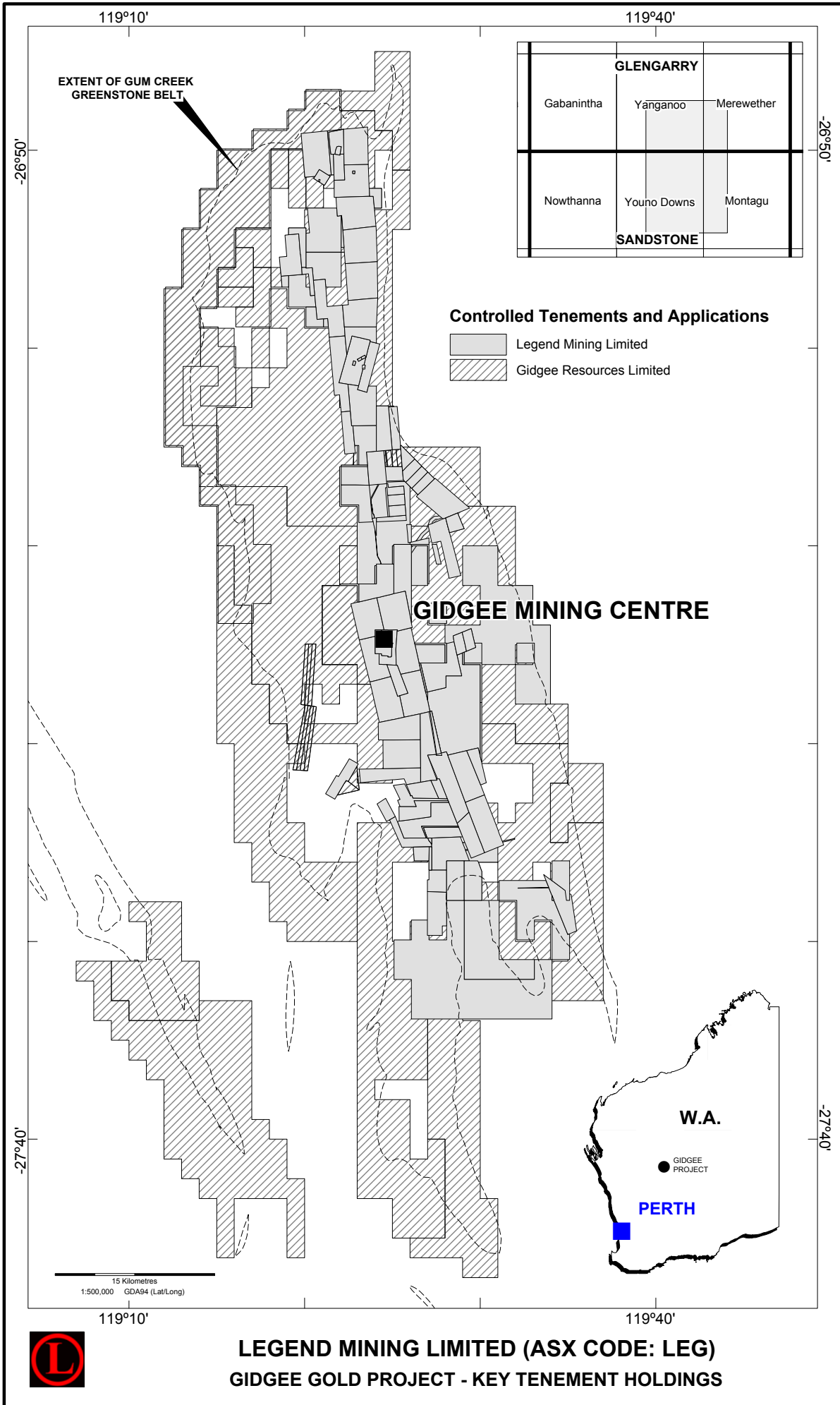
This proposed transaction will be subject to shareholder approval and Legend will, in the near future, forward a Notice of Meeting to all shareholders setting out details.

Ernst & Young Mergers and Acquisitions has facilitated this transaction and acted as lead financial advisor to Legend in this transaction.

For further details please contact:

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LEGEND MINING LIMITED (ASX CODE: LEG)
GIDGEE GOLD PROJECT - KEY TENEMENT HOLDINGS

3DIGEE RESOURCES LIMITED TENEMENT SCHEDULE

TENID	TYPE	SURVSTATUS	TENSTATUS	Area_SqKm
E 5101046	Exploration Licence	Unsurveyed	Pending	214.329
E 5101054	Exploration Licence	Unsurveyed	Pending	36.7898
E 5301091	Exploration Licence	Unsurveyed	Pending	97.9761
E 5301092	Exploration Licence	Unsurveyed	Pending	6.12033
E 5301093	Exploration Licence	Unsurveyed	Pending	214.053
E 5301108	Exploration Licence	Unsurveyed	Pending	36.6875
E 5700564	Exploration Licence	Unsurveyed	Pending	121.673
E 5700565	Exploration Licence	Unsurveyed	Pending	213.089
E 5700566	Exploration Licence	Unsurveyed	Pending	213.337
E 5700567	Exploration Licence	Unsurveyed	Pending	186.052
E 5700568	Exploration Licence	Unsurveyed	Pending	213.785
E 5700569	Exploration Licence	Unsurveyed	Pending	213.776
E 5700570	Exploration Licence	Unsurveyed	Pending	3.04767
E 5700571	Exploration Licence	Unsurveyed	Pending	63.9605
E 5700572	Exploration Licence	Unsurveyed	Pending	33.5898
E 5700574	Exploration Licence	Unsurveyed	Pending	27.4479
E 5700575	Exploration Licence	Unsurveyed	Pending	39.7001
E 5700588	Exploration Licence	Unsurveyed	Pending	212.985
			Total	2148

TENID	TYPE	SURVSTATUS	TENSTATUS	Area_SqKm
E 5100854	Exploration Licence	Unsurveyed	Live	6.12875
E 5100855	Exploration Licence	Unsurveyed	Live	12.2453
E 5100899	Exploration Licence	Unsurveyed	Pending	18.3584
E 5100934	Exploration Licence	Unsurveyed	Pending	205.06
E 5300826	Exploration Licence	Unsurveyed	Live	0.871303
M 5100837	Mining Lease	Unsurveyed	Pending	9.18795
M 5100838	Mining Lease	Unsurveyed	Pending	9.1861
M 5100839	Mining Lease	Unsurveyed	Pending	6.12282
M 5100840	Mining Lease	Unsurveyed	Pending	8.57802
M 5100841	Mining Lease	Unsurveyed	Pending	4.4411
M 5301006	Mining Lease	Unsurveyed	Pending	5.46052
M 5301007	Mining Lease	Unsurveyed	Pending	4.46934
M 5700523	Mining Lease	Unsurveyed	Pending	5.71666
M 5700524	Mining Lease	Unsurveyed	Pending	7.42719
M 5700525	Mining Lease	Unsurveyed	Pending	2.3164
P 5102499	Prospecting Licence	Unsurveyed	Pending	1.78254
P 5301010	Prospecting Licence	Unsurveyed	Live	1.36572
P 5301011	Prospecting Licence	Unsurveyed	Live	1.64908
P 5301012	Prospecting Licence	Unsurveyed	Live	1.62948
P 5301013	Prospecting Licence	Unsurveyed	Live	0.441625
P 5301014	Prospecting Licence	Unsurveyed	Live	1.65284
P 5301015	Prospecting Licence	Unsurveyed	Live	1.71431
P 5301016	Prospecting Licence	Unsurveyed	Live	1.10218
P 5700913	Prospecting Licence	Unsurveyed	Live	1.06872
P 5700914	Prospecting Licence	Unsurveyed	Live	1.24768
P 5700917	Prospecting Licence	Unsurveyed	Live	1.91349
P 5700918	Prospecting Licence	Unsurveyed	Live	1.84917
P 5700919	Prospecting Licence	Unsurveyed	Live	1.95401
P 5700920	Prospecting Licence	Unsurveyed	Live	1.83042
P 5700921	Prospecting Licence	Unsurveyed	Live	1.82813
P 5700922	Prospecting Licence	Unsurveyed	Live	1.95163
P 5700923	Prospecting Licence	Unsurveyed	Live	1.81702
			Total	332.3