

**ANNOUNCEMENT
LEGEND/EAST COST MINERALS**

Legend Mining Limited (“Legend”) wishes to clarify the sequence of events that has led to its acquisition of a further 60% of the Munni Munni Mining Leases from its joint venture partner East Coast Minerals NL (“ECM”) on 13th February 2001 in response to ECM’s trading halt in its securities yesterday.

1. ECM received an offer to acquire 60% of the Munni Munni Mining Leases from Greater Pacific Gold limited (“GPGL”) on 15th January 2001 on the terms and conditions contained in the offer.
2. ECM then forwarded the offer Legend by letter dated 16th January 2001, stating inter alia that ECM intended to accept GPGL’s offer and that ECM was invoking clause 23 of the Joint Venture Agreement between ECM and Legend whereby Legend has 30 days within which to accept the offer instead of ECM.
3. Legend by Notice of Acceptance dated 13th February 2001 accepted the offer and thus contracted to acquire a further 60% of the Munni Munni Mining Leases from ECM (“the Contract”), and paid the agreed deposit of \$25,000 to ECM.
4. Legend has now ledged a caveat against the mining leases protecting its interest under the Contract, on 14th February 2001.
5. ECM, by its chairman, has advised Legend, without any explanation, in the afternoon of 14th February 2001 that ECM has deposited \$25,000 (equivalent to the deposit paid under the Contract) into the bank account of Legend today.
6. Legend has received legal advice that the Contract with ECM is binding and Legend will hold ECM to the Contract.

Dated 14th February 2001

M McDonald
Director