



LEGEND MINING LIMITED

ACN: 060 966 145
ABN: 22 060 966 145

7 August 2001

Further to Legend Mining Limited's announcement to the ASX of the 12th June 2001, Legend is pleased to announce that it proposes to undertake an issue of unsecured converting notes to raise approximately \$1.2 million. The proceeds of the offering will be used to fund activities in connection with the Munni Munni Joint Venture on the Platinum Palladium Project known as the Ferguson Reef 40km south of Karratha and comply with the 12th June 2001 contractual obligations.

A drilling programme is scheduled to commence late August 2001.

The converting notes will bear interest at a rate of 7% per annum and will, upon the receipt of approval of the shareholders of Legend, automatically convert into ordinary shares in Legend at \$0.15 per share. It is proposed that a general meeting to seek shareholder approval be held on or before 10th October 2001.

Additional details on the converting notes issue will be contained in the meeting documentation sent to shareholders for the general meeting.

Enquiries can be directed to Murray McDonald, Managing Director, on (08) 9322 3700.