



LEGEND MINING LIMITED

ACN: 060 966 145
ABN: 22 060 966 145

ANNOUNCEMENT

LEGEND PLANS SPIN OFF OF GOLD-COPPER AND BASE METAL PROJECTS

Legend Mining Limited today unveiled plans to spin off its West Pilbara gold-copper and base metal projects into a dedicated exploration company Armada Mining Limited (Armada). Armada will seek a listing on the Australian Stock Exchange (ASX) establishing itself as an Australian listed exploration company with a strong management team.

Legend's Directors said the proposal represented an outstanding opportunity to unlock the value inherent in the company's gold and base metal properties in the highly prospective but under explored West Pilbara region of Western Australia.

Further, the Directors believe Legend's gold, copper and base metals properties warrant significant exploration requiring additional funding to maximise the resource potential and therefore add value for all Shareholders. Accordingly, the Directors have determined (subject to shareholder approval) to transfer all of Legend's gold, copper and base metals assets into the new vehicle Armada. This will allow Legend to focus on its silver and platinum-palladium projects.

Armada proposes to offer up to a maximum of 20,000,000 fully paid ordinary shares at 20 cents each to the public raising up to \$4,000,000. The maximum number of shares to be offered will be equal to 54.8% of the total issued capital of Armada following the public issue. The balance of 45.2% will be retained by Legend and its Shareholders. Legend Shareholders will receive one free Armada ordinary fully paid share for every five ordinary fully paid shares held in Legend. Additionally Legend Shareholders will receive a priority allocation of stock in Armada. Subject to raising of the capital Armada will apply for listing on the ASX.

Armada is the beneficial owner of 40 semi contiguous tenements and is in joint venture over a further four tenements separated into eight project areas located in the West Pilbara mineral field of Western Australia. The eight projects cover an appropriate area of 645 square kilometres giving Armada control of a large tenement holding in the region.

Subject to Legend Shareholder approval and a successful raising by Armada, all existing Legend Shareholders will have the opportunity of holding shares in two publicly listed companies, Legend specialising in silver, platinum and palladium and Armada specialising in gold, copper and base metals.

It is proposed that the Armada Prospectus will be available for distribution in late May 2002. In order to subscribe for shares in Armada it will be necessary to complete the application form attached to, or accompanied by that Prospectus.

../2

Legend Shareholders will be asked to consider and vote on the proposal to spin off Armada and distribution of Armada shares to Legend Shareholders. The meeting materials should be sent to Legend Shareholders late in April 2002.

For further information please contact Murray McDonald or Ian Cowden at Legend Mining Limited on 08 9322 3700 or by email legend@legmin.com.au

ON BEHALF OF THE BOARD OF LEGEND MINING LIMITED

Murray McDonald
Managing Director
22nd April 2002