



ANNOUNCEMENT

Company Announcements Office
Australian Stock Exchange Limited
Level 8 Exchange Plaza
2 The Esplanade
PERTH WA 6000

RE: PLACEMENT

Legend Mining Limited has agreed to place with selected sophisticated investor clients of **KTM Capital Limited**, 22 million fully paid ordinary shares in the Company at 7 cents per share.

The funds raised (\$1,540,000) will be used for exploration and working capital.

RE: CORRECTION

In the announcement previously released by Legend Mining Limited today regarding the agreement entered into with the Mark Creasy controlled Gidgee Resources Limited, it was stated that as part of the agreement Legend will issue a convertible note (\$5,000,000) to Mr Mark Creasy 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.

The conversion price for these convertible notes is actually a fixed price of 7 cents per share for the term of the convertible note.

Legend apologises for any confusion caused.

Yours faithfully

Murray McDonald
Managing Director
15 September 2004