



LEGEND MINING LIMITED

ACN: 060 966 145
ABN: 22 060 966 145

QUARTERLY REPORT for the period ended 30 September 2000

Munni Munni/Elizabeth Hill Project

Legend Mining Limited 30% East Coast Minerals 70%

- Record quarterly revenue of \$3,134,901.00
- 1500 metre RC drilling programme planned to commence by 20 October 2000
- Additional huge silver specimens discovered underground and sold to private investors
- Cumulative silver sales achieved in excess of one million ounces during September
- 411,983 ounces sold during the quarter
- Tailings retreatment testwork near completion, indicates high recoveries

Silver Sales

During the quarter 411,983ozs were sold with revenue of \$3,134,901.00.

Two additional huge silver specimens (110kg and 180kg) were discovered on the 92m level of the mine and sold to private investors.

Cumulative project silver sales reached in excess of one million ounces produced and sold, in mid September.

Milling

Silver production was 324,989 ounces, down slightly on last quarter. Treatment through the gravity plant was 5,087 dry tonnes, a reduction from last quarter due to the mill reverting to single shift operations for part of the period.

Mining

Mining continued between the 62m and 102m levels. A total of 217.3 metres of development was undertaken. Underground mining of the current shoot should be completed by 31 December 2000.

A total of 4,110 wet tonnes was mined and hoisted at an estimated grade of 0.32% (102oz/t) silver.

The underground diamond drilling programme was completed for 7 holes and 336.3 metres. Visible silver was intersected in one hole, UGD84, which returned 1m at 3,340ppm Ag (fire assay, gravimetric finish).

Surface Drilling Programme

A 1,500 metre RC drilling programme is planned to commence about the 20 October 2000. The shallow inferred resource previously reported for the upper pod system above the current mining area will be infill drilled to allow upgrading of resource category and open pit mine planning.

Large diameter PQ diamond drill coring will be also carried out to provide samples of the upper zones for metallurgical testing.



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Tailings Retreatment

Agglomeration leaching testwork on the silver gravity tailings should be completed by the end of October 2000. Results to date have been encouraging.

The current tailings dam is estimated at 24,175 dry tonnes averaging 1,269ppm Ag, equivalent to approximately 986,000 ounces of contained silver.

Carlow Castle Project

Legend Mining Limited 100%

A resource estimate for the Carlow South prospect was announced in May 2000 as follows:

Total: 1,331,000 tonnes at 1.38g/t Au, 0.56% Cu (indicated and inferred, to 100m depth)

This comprises:

Main Lode:	30,000 tonnes at 10.00g/t Au, 1.40% Cu (indicated, to 30m)
Main Lode:	61,000 tonnes at 10.00g/t Au, 1.40% Cu (inferred, 30-100m)
Main Lode Halo:	1,240,000 tonnes at 0.75g/t Au, 0.50% Cu (inferred, to 100m)

Further fieldwork was carried out during the quarter following the discovery earlier this year of the high grade copper/gold shoot at the Carlow South prospect.

Work included soil sampling, an extended ground magnetic survey and detailed grid mapping covering an area of about 1800 by 600 metres.

This program identified six high priority targets for buried copper/gold mineralisation in a similar geological setting as found at Carlow South. One target appears to be a faulted-off extension to the west of the Carlow South shoot. In addition, several less prominent targets were outlined.

There is now strong geological field evidence that the Carlow Castle area may be host to a significant amount of copper/gold mineralisation which is likely to be in the form a several high grade shoots trending in a generally east-west direction.

Further work will initially focus on the search for additional copper/gold mineralisation at the Carlow South prospect.

A ground electromagnetic survey is planned to further detail the six high priority targets. The survey will greatly assist in a more accurate modelling of the mineralisation and, therefore, significantly increase the chance of a successful follow-up drilling program to assess tonnage and grade of the various shoots. This drilling is planned immediately after the ground electromagnetic survey.

Murray McDonald
DIRECTOR

17/10/00

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The information on exploration results contained in this report is based on information compiled by consulting geologist Mr Frans Voermans FAusIMM, MAIG. Mr Voermans consents to the inclusion in this report of the matters based on his information in the form and context in which it appears.