

ASX:LEG

2 AUGUST 2012

ASX Announcement

LEGEND TO BUY-BACK UP TO 125 MILLION OF ITS SHARES

Legend Mining Limited (“Legend” or “the Company”) announces today its intention to commence an on-market buy-back of up to 125,000,000 of the issued capital of the Company in accordance with the ASX guidelines and Corporations Act. It is the intention of the Company that the share buy-back will commence from 17 August 2012 for a period of six months having provided 14 days notice to ASIC and the ASX.

Legend currently holds cash reserves and liquid assets of over \$16M and has no debt.

Legend Directors consider that Legend’s shares have been oversold. With a current market capitalisation of circa \$30M and the cash and liquid balance of +\$16M, the Company’s Cameroon Iron Ore Project has an effective enterprise value of just \$14M.

In considering a share buy-back scheme, several factors have been considered by the Directors, including the price of the last capital raising at three cents in December 2011, the continued discussions with POSCO towards completion of a joint venture agreement, the very successful recent treasury operations of management to monetise the Mt Gibson assets and other Western Australian tenement holdings.

The Directors believe that it is in the best interests of shareholders to provide for a share buy-back scheme up to a maximum of \$2.5M, being approximately 15% of Legend’s available cash and liquid assets.

Visit www.legendmining.com.au for further information and announcements.

For more information:
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