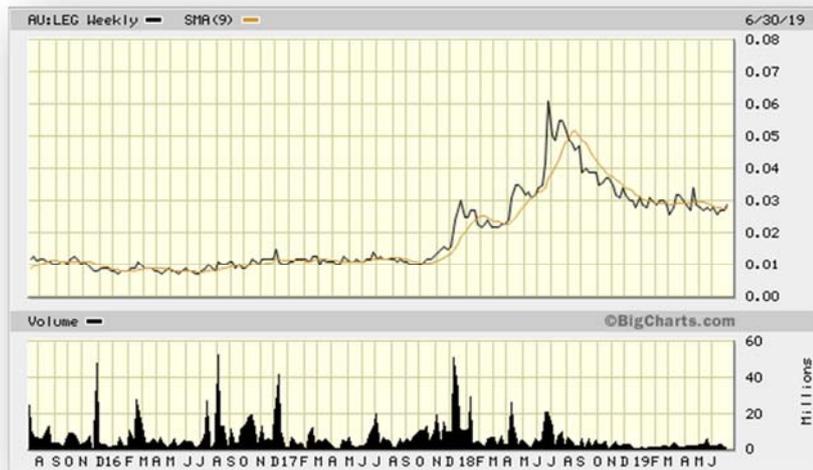


Tuesday 9<sup>th</sup> July, 2019

### Portfolio Stock Developments

**Legend Mining** - (ASX: LEG, Share Price: \$0.032, Market Cap: \$65m, coverage initiated @ \$0.011 in Sep 2015 – *current gain of 191%*)



### Key Catalyst

***Transformational Agreements with Independence Group and Creasy Group that sees separate joint venture agreements plus \$9.8M @ 3.6c per share in two tranches with Independence Group.***

LEG's share price hit a multi-year high of \$0.066 in mid-2018 on the back of significant drilling results from its Rockford Project in WAs Fraser Range province. It can be argued LEG's exploration results over the past 24 months are the most significant since the discovery of the world-class Nova-Bollinger nickel-copper deposits by minnow, Sirius Resources. The Nova-Bollinger discoveries ultimately led to a \$1.8 billion takeover of Sirius by Independence Group (ASX: IGO) in late 2015, a far cry from Sirius' micro-cap status a few years earlier. LEG happens to be one of the last independent ASX-listed juniors properly focused on the region, with the added benefit of a strategic shareholding by Australia's most successful prospector, Mark Creasy, a major player in the Fraser Range province. LEG has just doubled down on its Fraser Range interests with major new exploration deals with Mark Creasy and Independence Group.

## Latest Activity

### **Corporate Update**

LEG is currently up 10% in Tuesday's trading from Monday's close of \$0.029 to a current price of \$0.032 (with an intra-day high of \$0.037), after this morning releasing details of enhanced business relationships with two of its key backers, explorer Mark Creasy and IGO.

For starters, LEG will raise \$9.8M in new exploration funding at a price of \$0.036 per share (a 20% premium to the average share price so far in 2019) by way of a two-tranche Subscription Agreement with IGO. The deal will result in IGO having a 11.9% shareholding in Legend post Tranche 1 and a 14.18% shareholding post Tranche 2

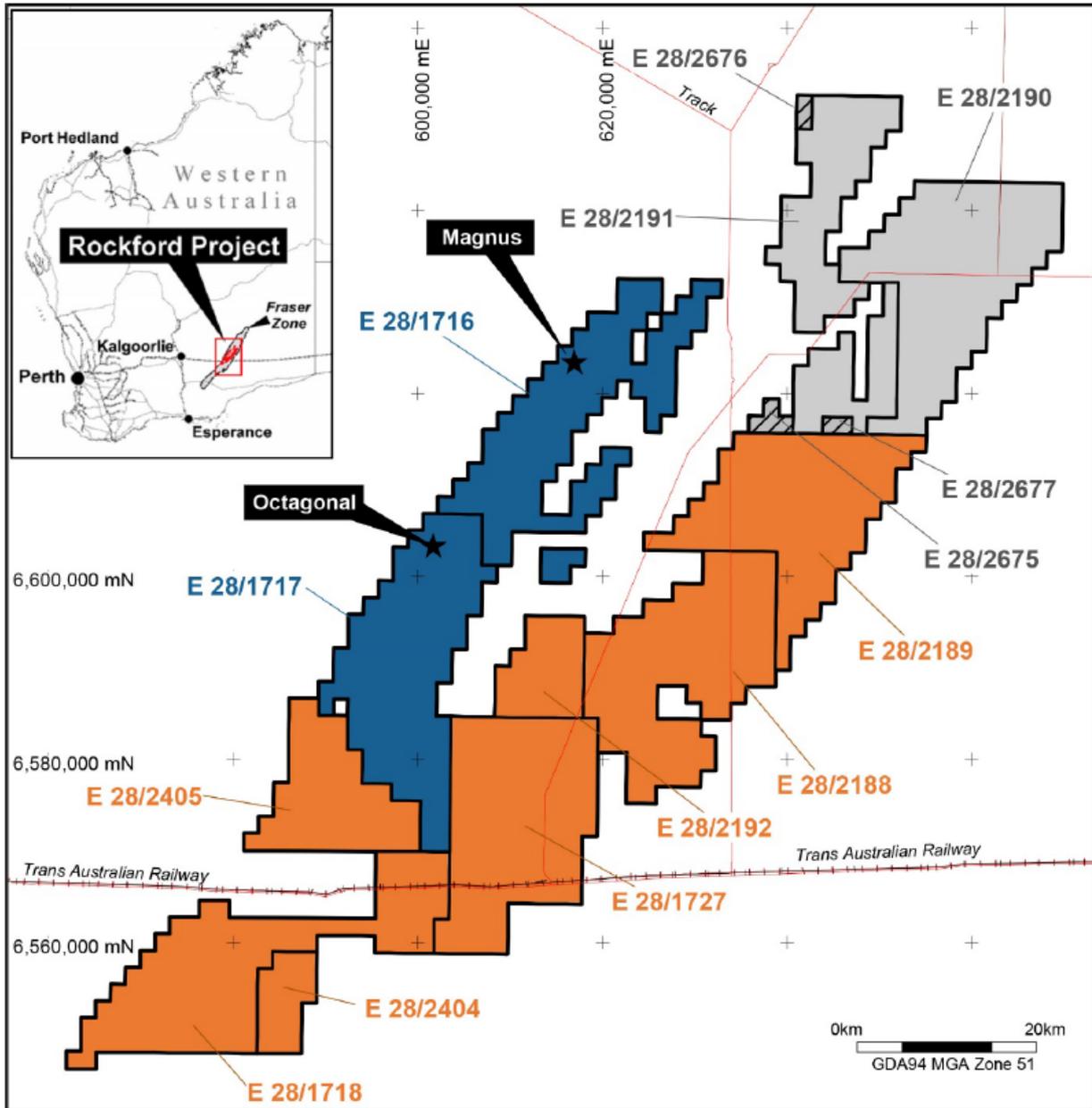
LEG has also entered into a new Joint Venture Agreement with Creasy Group over tenements E28/1716 and E28/1717 covering 709 sq km on the western margin of the Fraser Zone within the larger Albany-Fraser Orogen. The tenements contain two advanced nickel-copper-cobalt prospects, Octagonal and Magnus.

LEG has also entered into two new Joint Venture Agreements with IGO and Creasy over two Rockford North tenements, E28/2190 and E28/2191, whereby IGO will have a 60% interest, management rights and responsibilities, and Creasy and LEG will have free carried interests over 30% and 10% respectively.



**Figure 1:** L-R: Mark Creasy, LEG MD Mark Wilson and IGO MD Peter Bradford

LEG and IGO have entered into a new Joint Venture Agreement over three LEG 100%-owned tenements, E28/2675-2677, whereby IGO will have a 70% interest, management rights and responsibilities, and LEG will have a free-carried 30% interest.



JVA Title	Tenement	Ownership	Area km <sup>2</sup>
Rockford JVA 2019	E28/2190	IGO 60% / Creasy 30% / Legend 10%	355
Rockford JVA 2019	E28/2191	IGO 60% / Creasy 30% / Legend 10%	278
Legend/IGO JVA 2019	E28/2675	IGO 70% / Legend 30%	11.8
Legend/IGO JVA 2019	E28/2676	IGO 70% / Legend 30%	5.9
Legend/IGO JVA 2019	E28/2677	IGO 70% / Legend 30%	5.9
Ponton JVA 2019	E28/1716	Legend 70% / Creasy 30%	355
Ponton JVA 2019	E28/1717	Legend 70% / Creasy 30%	354
Ponton JVA 2015	E28/1718	Legend 70% / Creasy 30%	353
Ponton JVA 2015	E28/1727	Legend 70% / Creasy 30%	353
Rockford JVA 2015	E28/2188	Legend 70% / Creasy 30%	354
Rockford JVA 2015	E28/2189	Legend 70% / Creasy 30%	331
Rockford JVA 2015	E28/2192	Legend 70% / Creasy 30%	91
NA	E28/2404	Legend 100%	58.8
NA	E28/2405	Legend 100%	179.7

Figure 2: Rockford Project – Proposed Tenure Post New JV Agreements

## Technical Significance

The transactions are important because they demonstrate a common goal between the three parties to make additional discoveries with the Fraser Range region.

The securing of additional exploration funding is an important outcome for LEG shareholders. It removes any potential overhang in LEG's share price related to capital raising uncertainty, whilst actually providing a share price boost due to the fact that the substantial raising is being conducted at a 20% premium to LEG's share price so far in 2019. It ensures that LEG is fully-funded for its future exploration programs and brings onto LEG's register as the company's second-largest shareholder

Of particular interest from an exploration perspective are the two tenements that contain two advanced nickel-copper-cobalt prospects, Octagonal and Magnus. These prospects are characterised by "oval/eye" shaped aeromagnetic features, highly favourable mafic/ultramafic intrusive host rocks and at Octagonal, multiple intersections of massive, semi-massive, net textured, stringer and disseminated pyrrhotite-pentlandite-chalcopyrite sulphides.

*The mineralisation identified so far is discontinuous and sub-economic, however it does demonstrate all of the characteristics of a fertile magmatic Ni-Cu sulphide system. Octagonal is now the third publicly-disclosed example (along with the Nova and Silver Knight deposits) of massive Ni-Cu-Co sulphide mineralisation identified to date within the Fraser Range.*

## Summary

***The funding and exploration joint venture agreements are significant outcomes for LEG, not only because they secure the company's immediate exploration future, but because they also demonstrate a common goal between the three parties and reinforce the confidence that IGO and Mark Creasy have in LEG's technical credentials and capabilities. The fact that LEG now has both Mark Creasy and IGO as major shareholders is an important vote of confidence.***

***LEG will accordingly remain firmly held within our coverage Portfolio and we look ahead to more important exploration activity.***

**Disclaimer:** Gavin Wendt, who is a director of Mine Life Pty Ltd ACN 140 028 799, compiled this document. It does not constitute investment advice. In preparing this report, no account was taken of the investment objectives, financial situation and particular needs of any particular person. Before making an investment decision on the basis of this report, investors and prospective investors need to consider, with or without the assistance of a securities adviser, whether the information is appropriate in light of the particular investment needs, objectives and financial circumstances of the investor or the prospective investor. Although the information contained in this publication has been obtained from sources considered and believed to be both reliable and accurate, no responsibility is accepted for any opinion expressed or for any error or omission in that information.