



ASX Announcement
26 March 2013

ASX Market Announcements
ASX Limited

About Legacy Iron Ore

Legacy Iron Ore Limited ("Legacy Iron" or the "Company") is a Western Australian based Exploration Company, focused on iron ore and gold exploration and discovery.

Legacy Iron's mission is to increase shareholder wealth through capital growth, created via the discovery, development and operation of profitable mining assets.

The Company was listed on the Australian Securities Exchange on 8 July 2008. Since then, Legacy Iron has had a number of iron ore, manganese and gold discoveries which are now undergoing drilling and resource definition.

Board

Narendra Kumar Nanda, Non-Executive Chairman

Sharon Heng, Executive Director & Managing Director

Swaminathan Thiagarajan, Non-Executive Director

Subimal Bose, Non-Executive Director

Timothy Turner, Non-Executive Director

Ben Donovan, Company Secretary

Key Projects

Mt Bevan Iron Ore Project

Hamersley Iron Ore Project

Robertson Range Iron Ore and Manganese Project

South Laverton Gold Project

East Kimberley Gold, Base Metals and REE Project

Enquiries

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UPDATE ON MT BEVAN JOINT VENTURE WITH HAWTHORN RESOURCES LTD

As previously announced, Legacy Iron Ore Ltd ("Legacy Iron") holds a 60% interest in the Mt Bevan iron ore project in Joint Venture with Hawthorn Resources Ltd ("Hawthorn") (which holds the other 40%).

Under the terms of the Joint Venture Agreement, Legacy Iron is currently manager of the project.

The Joint Venture has a Technical Committee, comprised of 2 representatives of Legacy Iron and 2 representatives of Hawthorn with equal voting rights ("Technical Committee"), which is responsible for approving any exploration budgets prepared by Legacy Iron. A budget is approved when there is a majority decision and this is necessary for a work program to be undertaken by the Joint Venture. At present there is no budget in place.

Hawthorn and Legacy Iron are currently in discussions regarding a potential budget to undertake work during the 2013 calendar year on the Mt Bevan Project. It is proposed that this include upgrading the existing Mineral Resource Estimate to an Indicated resource by including phase 3 drilling, a scout drilling program focussed on hematite targets at Mt Mason North and Mt Alexander and some other minor items. An update will be provided once this is finalised.

Under the terms of the Joint Venture Agreement Hawthorn are obliged to contribute 40% of expenditure validly incurred in excess of the earn-in amount of \$3.5 million by way of reimbursement to Legacy Iron. Legacy Iron to date has incurred approximately \$1.5 million in excess of the earn-in amount, which amount has not been validated by Hawthorn, who as a consequence has not reimbursed Legacy Iron in respect of this amount. Legacy Iron and Hawthorn are in discussions regarding the reimbursement.

Yours faithfully,

LEGACY IRON ORE LIMITED

Sharon Heng

Managing Director