



*Interim Financial Report
for the Six-Month Period Ended
30 September 2020*

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DIRECTORS' REPORT

Your Directors present their report on Legacy Iron Ore Limited for the half-year ended 30 September 2020 ("Legacy Iron" or the "Company").

1. *DIRECTORS*

The names of Directors in office during the whole of the half year and up to the date of this report unless otherwise stated:

Mr Sumit Deb (Non-Executive Chairman) – appointed 6 August 2020

Mr Rakesh Gupta (Chief Executive Officer and Executive Director)

Mr Amitava Mukherjee (Non-executive Director)

Mr Devanathan Ramachandran (Non-Executive Director)

Mr Alok Kumar Mehta (Non-executive Director)

Mr Nair Narayanan Baijendra Kumar (Non-executive Chairman) – resigned 1 August 2020

2. *COMPANY SECRETARY*

Mr Benjamin Donovan

3. *REVIEW OF OPERATIONS*

CORPORATE

On 27 July 2020, the Company held its Annual General meeting with all resolutions passed unanimously including the adoption of a new constitution.

In August 2020, the Company saw the retirement of Mr NB Kumar as Chairman having reached superannuation age with NMDC Ltd, and the appointment of Mr Sumit Deb, the current Chairman-cum-Managing Director of NMDC Limited.

DIRECTORS' REPORT (continued)**Project Overview**

Legacy Iron is an active exploration company with a diverse portfolio of assets spanning iron ore, gold, base metals and tungsten (Figure 1).

The Company has a significant landholding in the Eastern Goldfields (Yilgarn) and East Kimberley districts of WA. In the Eastern Goldfields, the company holds tenements with several gold prospects/resources, whilst the East Kimberley Project has excellent potential to host base metal – gold, tungsten and rare earth elements (REE) mineralisation.

The Company has also entered a Joint Venture with Hawthorn Resources Limited (ASX: HAW) on the Mt Bevan Project, north of Kalgoorlie in Western Australia, where the Company aims to progress a potentially world class magnetite project and is exploring for nickel-copper mineralisation at an early stage.

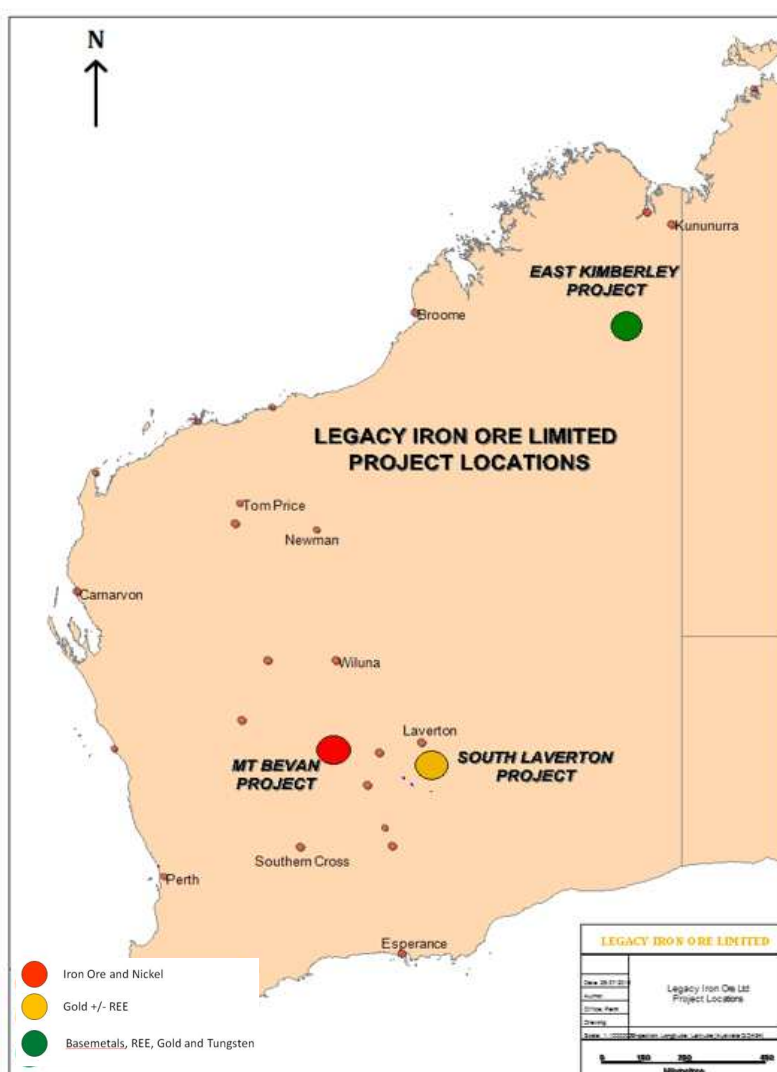


Figure 1 Legacy Iron – Project Locations

In the last six months, the major focus of the company's activities has been on the Mt Celia Gold project in the Eastern Goldfields.

DIRECTORS' REPORT (continued)

During the first quarter of this year, the State Government imposed inter-regional travel restrictions within Western Australia to combat the spread of COVID-19 which limited the amount of travel to site.

As a result, the company delayed drilling programs at the Yilgangi, Mt Bevan and Sunrise Bore projects and focussed primarily on reviewing existing geological information and material generated from its previous exploration and sampling programmes for these projects.

The planned exploration work at the East Kimberley tenements were also impacted by the travel restrictions.

However, the activities planned for Mt Celia, being of highest priority, commenced as soon as the travel restrictions were eased.

The major focus of the Company's activity at present is delivering a resource upgrade and carrying out project feasibility evaluation studies with an aim to develop the Mt Celia gold project.

GOLD**South Laverton Gold Project**

The South Laverton Project includes the Mt Celia, Yerilla, Yilgangi, Sunrise Bore and Patricia North tenements (Figure 2). The Mt Celia, Yerilla and Yilgangi tenements contain several gold occurrences with known gold resource estimates established from years prior to the change in JORC code reporting in 2012. The Company has upgraded the resource estimates for Mt Celia (Kangaroo Bore and Blue Peter orebodies), with upgrades at the remaining tenements to occur.

The company is progressing the Mt Celia project with a view to develop an open pit mine. The initial scoping/pit optimisation study completed in 2018 (ASX announcement, 15th Oct 2018) showed a positive result towards that objective.

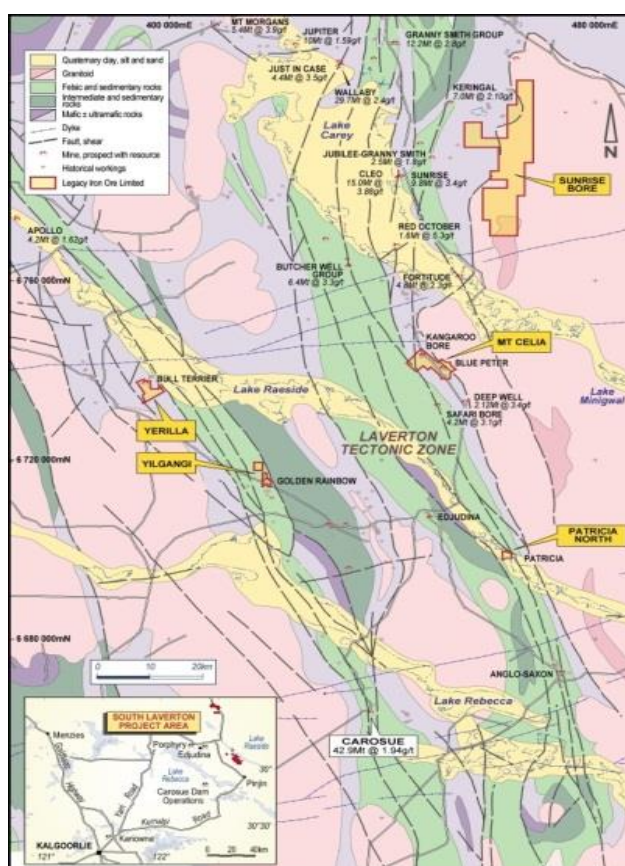
DIRECTORS' REPORT (continued)

Figure 2 Legacy Iron's South Laverton Gold Projects on regional geology

Mt Celia Project

The Mt Celia Project lies within the Laverton Tectonic Zone, some 40km south of the Sunrise Dam gold mine (an 8Moz gold resource), as shown in Figure 2. The Mt Celia Project currently contains several known gold occurrences including *Kangaroo Bore* and *Blue Peter* prospects (Figure 3).

Total resource at Mt Celia stands as below as of March 2018 (Table 1) –

Deposit	Classification	Cut-off (g/t)	Tonnage (t)	Grade (g/t)	Metal (OZ)
Kangaroo Bore	Inferred	0.7	2,800,000	1.48	133,000
Blue peter	Inferred	1.0	607,200	2.62	51,100
Total (Mt Celia)	Inferred		3,407,200	1.68	184,100

Table 1 Mt Celia Project - Mineral Resource estimate as at March 2018

(Note: Please refer to ASX announcement made on 17 Nov 2017 and 22 Mar 2018 for the complete statement about the above Kangaroo bore and Blue Peter resource estimates. Additional rounds of RC drilling been completed at Kangaroo Bore after these estimates and announced on 31 July 2019 and 22nd July 2020; however, these are mainly aimed to test the continuity and depth extensions of the ore body and will be considered in the next round of the resource upgrade for the project)

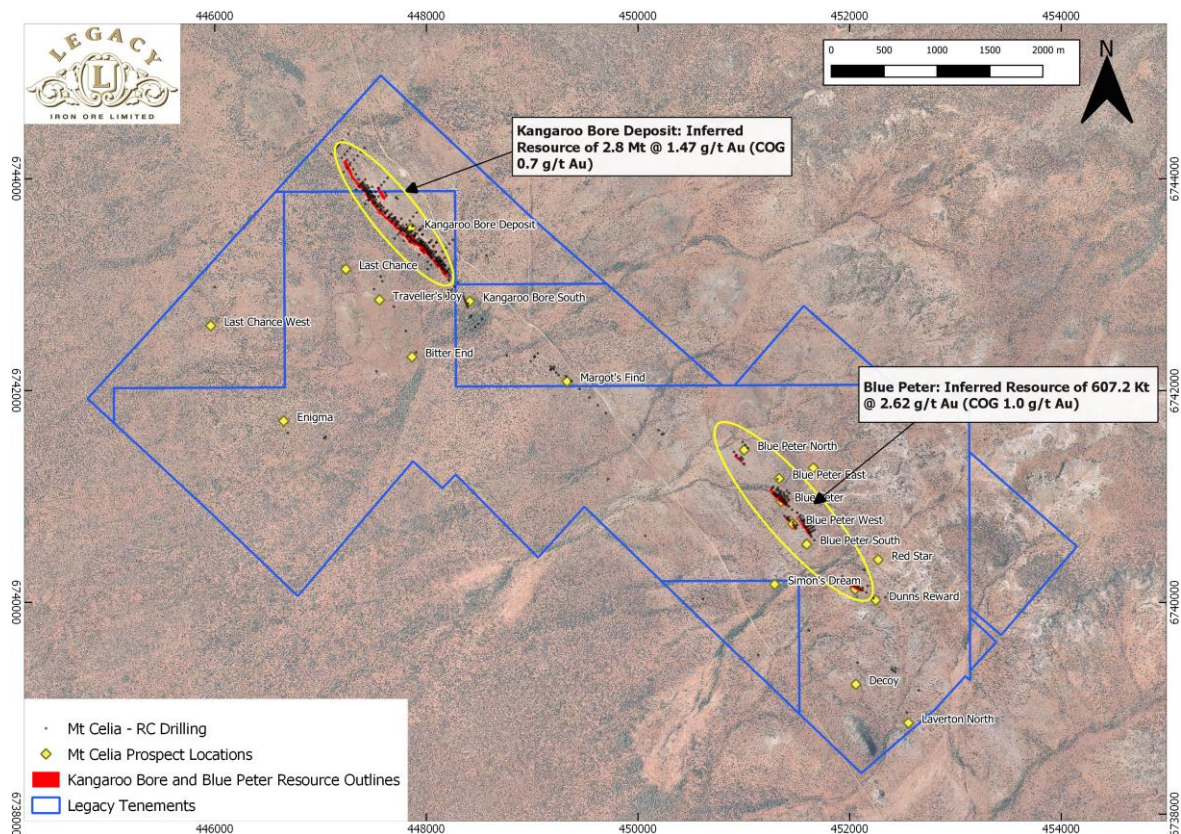
DIRECTORS' REPORT (continued)

Figure 3 Mt Celia Project - Aerial image showing various prospect locations

An Initial Scoping Study and pit optimisation study completed in 2018 confirms that the Mt Celia project has potential to be a technically and economically viable project (mentioned previously ASX announcement 15th Oct 2018).

During this half year, a total of 6122 m of RC drilling was completed for 68 RC inclined holes during the months of May and September 2020. These holes were drilled to support a resource upgrade and test continuity at depth of the known mineralized zones.

The first phase of RC drilling totalled 29 RC inclined holes, which were drilled during the month of May 2020. These holes were mostly infill drilling to support a resource upgrade and test the continuity at depth of the main lode - mineralized quartz vein structure.

Almost every drillhole, (27 out of 29 holes) revealed significant intersections (>1.8ppm), with the highest assay value received being 2m at 12.21g/t Au.

In line with the Company's objective to grow the current JORC resource, a second round of RC drilling, a further 3,324m for 39 holes was completed in the month of September. Assay results have been received and the Company has started validating and interpreting the results.

The results will be published to the market by second week of November. The results are currently being used for additional resource definition and a resource upgrade.

DIRECTORS' REPORT (continued)

In addition, two water bores were constructed to assist with the diamond drilling producing water to an airlift flow of at least 5 l/s.

The first phase of Flora surveys to assist in environmental studies were also carried out in the month of June 2020.

In this period a Diamond drilling programme was undertaken of PQ core size (85mm) to generate samples for metallurgical studies. In total, 460m of diamond core was drilled for 5 diamond drill holes.

Metallurgical studies are ongoing, conducted at ALS lab, Perth on six of the composite samples taken from the core drilling and one from the RC drilling. Simon Walsh from Stimulus Engineering is assisting the Company in undertaking the metallurgical studies. A final report of the results into the study is expected in Mid-December 2020.

Understanding the geotechnical parameters of the host rock is an important part in assisting any pit design. A further 2 diamond drill holes of HQ core size totalling 150 m were completed at the Blue Peter deposit during the period for this purpose.

In addition, another diamond drill programme of 5 HQ core size (64mm) drill holes (for 550m) were drilled post the half yearly period. SRK consulting is undertaking all the geotechnical studies.

The map below shows the location of the holes drilled during this period

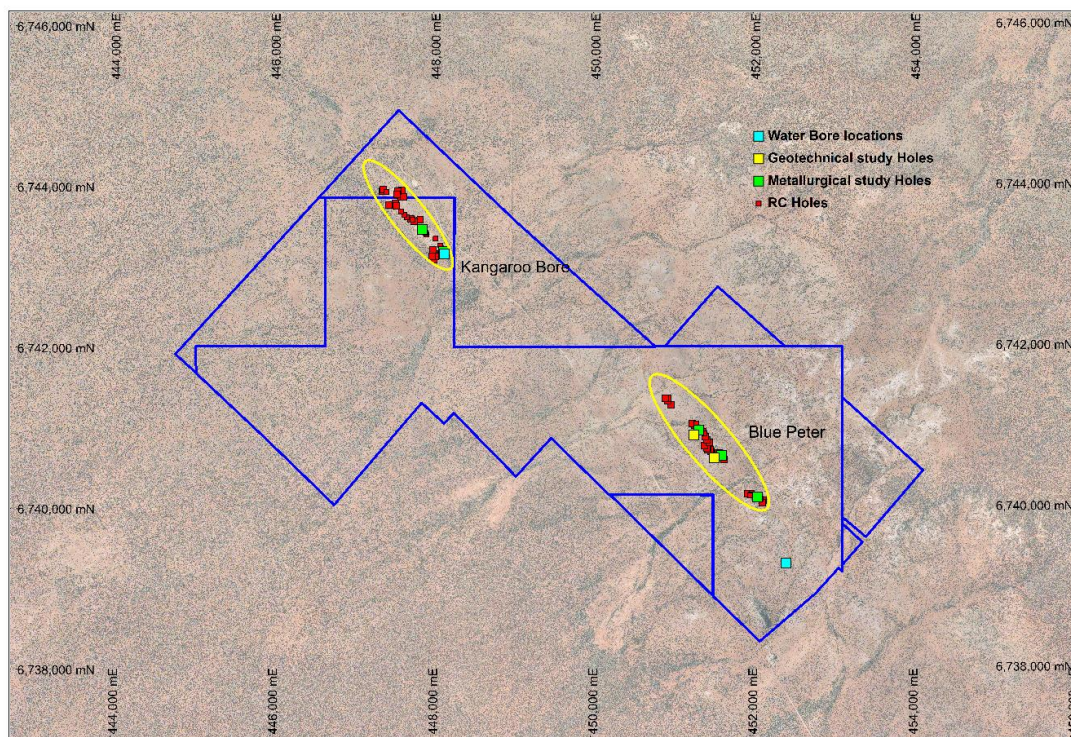


Figure 4. Locations of the drill holes drilled in the last six months

DIRECTORS' REPORT (continued)

The company plans to achieve the following key outcomes in the next 6 months -

- Convert the Kangaroo Bore and Blue Peter resources into a JORC indicated category resource.
- Complete geotechnical, geo-metallurgical and hydrogeological studies.
- Complete revised pit optimisation and mining studies.
- Increase the overall resource size of the Mt Celia project.
- Define any environmental or Heritage issues associated with the project development.
- Obtain the regulatory approvals for the open pit mining.

Next steps:

- To complete approx. 550m of HQ size Diamond drilling for 6 drill holes to assist in Geotech test works.
- Approx. 1000m RC drilling at Mt Celia, follow up delineated targets based on assay results of the last program.
- Resource modelling and pit optimization work will be undertaken once all assay results are validated and assessed.
- Completing geotechnical, geo-metallurgical and hydrogeological studies of the deposits.

Yilgangi Project

The Yilgangi project forms part of Legacy Iron's South Laverton Gold Project which includes Mt Celia, Yilgangi, Yerilla, Patricia North and Sunrise Bore tenements (Figure 2).

The Yilgangi Project includes two exploration tenements (E31/1019 and E31/1020) and two mining leases (M31/426 and M31/427). It also contains numerous gold occurrence/anomalies including the Golden Rainbow prospect where several drill holes have been completed and the gold mineralisation was tested to a shallow depth only.

In 2019, a comprehensive soil sampling campaign was completed on tenements E31/1019 and E31/1020 to explore for potential strike extensions of mineralisation at the Golden Rainbow deposit. The soil sampling results (by MMI analysis) have delineated several northwest-striking potential anomalies parallel to regional geological structures (Figure 5 and ASX announcement 30 April 2019).

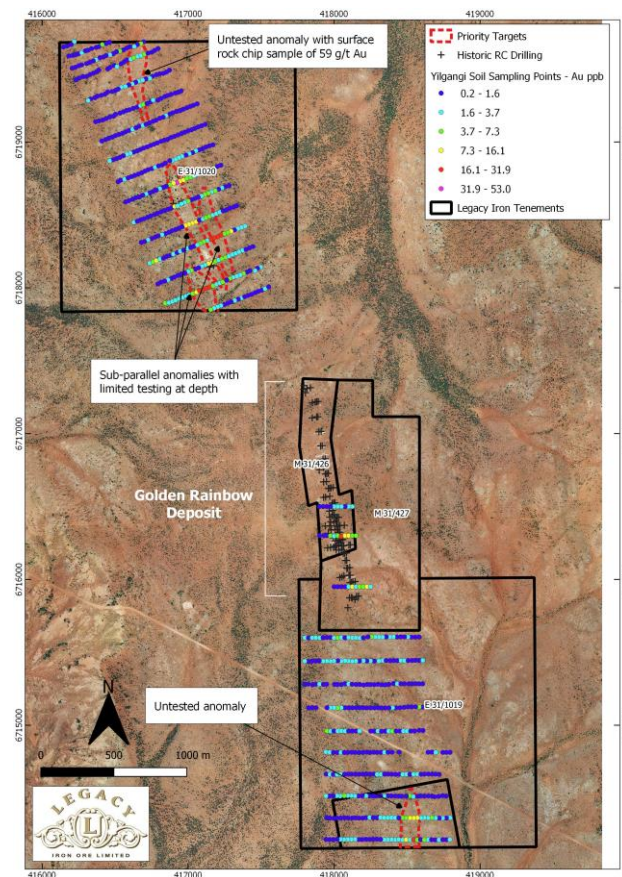
DIRECTORS' REPORT (continued)

Figure 5: Priority areas for follow-up exploration based on soil sampling results (MMI analysis)

These anomalies have not been adequately drill-tested by previous explorers and are a current high priority for RC drill-testing.

During the period the Company finalized a drillhole plan and applied for additional Programme of Work approval from DMIRS. The company plans to commence the drilling of 10-12 RC holes (for 1000-1200m) during the next financial period.

Patricia North Project

The Patricia North tenement, part of the South Laverton gold project lies in and adjacent to a major deformation zone that hosts significant gold mineralisation. The project area flanks a small internal Granitoid-Quartz stockwork. Along strike of the now abandoned Patricia open cut gold mine.

Legacy Iron has previously undertaken two phases of RAB drilling to test some surficial geochemical anomalies. The drilling produced encouraging gold intersections (shown in Figure 7). The drilling had defined three to four zones of mineralisation over 700m in strike length.

The mineralisation was followed up in recent years with rock chip sampling and geological mapping which confirmed the thin quartz veins intruded the shear zones are indeed mineralised. The past rock chip sampling completed in this area has yielded significant assay values.

DIRECTORS' REPORT (continued)

During the period, geological traversing and rock chip sampling was undertaken to help evaluate surface signatures of gold mineralisation. The assay results from the sampling are yet to be received. The Company plans to drill test the tenement soon.

Based on the existing data, initial drillhole planning has been done, with drilling to be undertaken once the assay results for the rock chip samples are received and any subsequent further modification to the drill plans is completed.

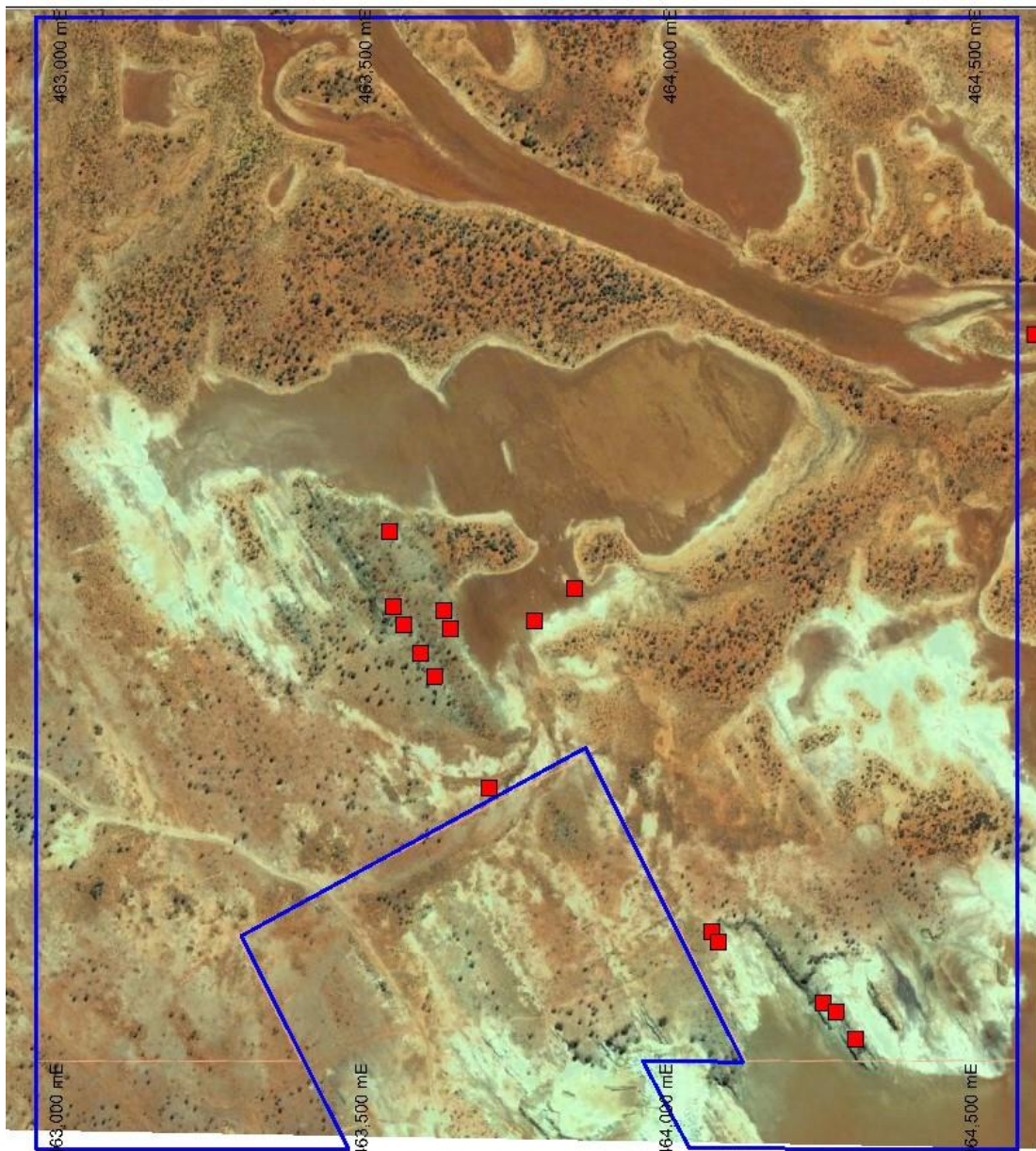


Figure 6. Patricia North rock chip samples collected in this period

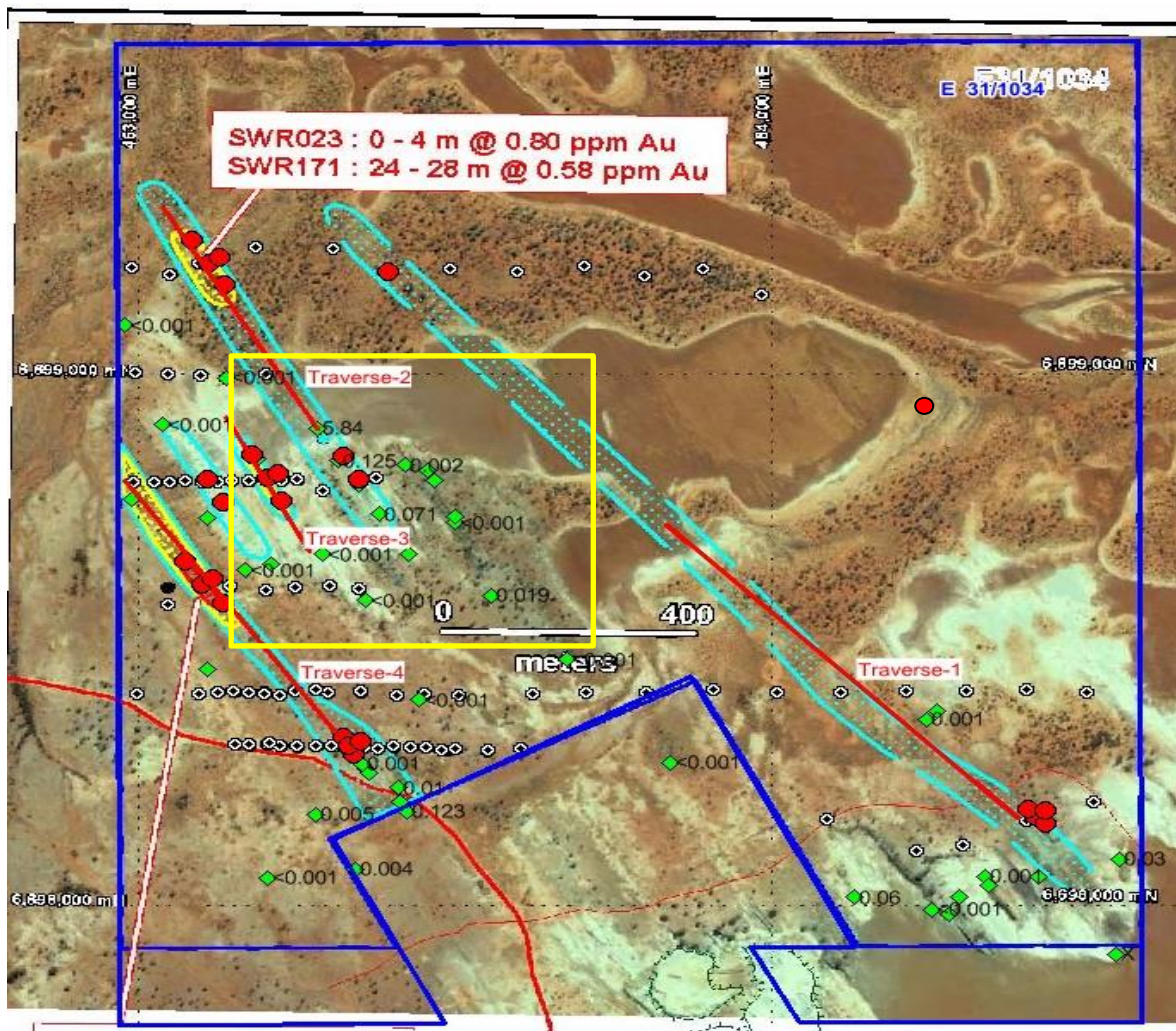
DIRECTORS' REPORT (continued)

Figure 7. Patricia North planned drillholes over mineralised zones

Mt Bevan Project

Mt Bevan Project is a joint venture between Legacy Iron (60% interest) and Hawthorn Resources. The project is on a large tenement E29/510 which hosts 1,170 Mt of magnetite resource @ 34.9% Fe (refer Table 2 below) as well as potential for discovery of nickel–copper mineralisation in the northern most part of the tenement.

Mt Bevan Iron Ore:

Mt Bevan is considered to hold excellent potential for further definition of major magnetite resources located relatively close to existing road, rail and port facilities. The project also has potential for DSO (Direct Shipping Ore) hematite discoveries.

A successful exploration and resource definition program to be carried out now underpins the potential for a large-scale development at Mt Bevan (*Figure 7, below for the current resource estimate table 2 and Figure 8 for a representative cross section*).

DIRECTORS' REPORT (continued)

Legacy Iron continues to work with its 40% JV partner Hawthorn regarding the scope, timing and funding of next phases in the project.

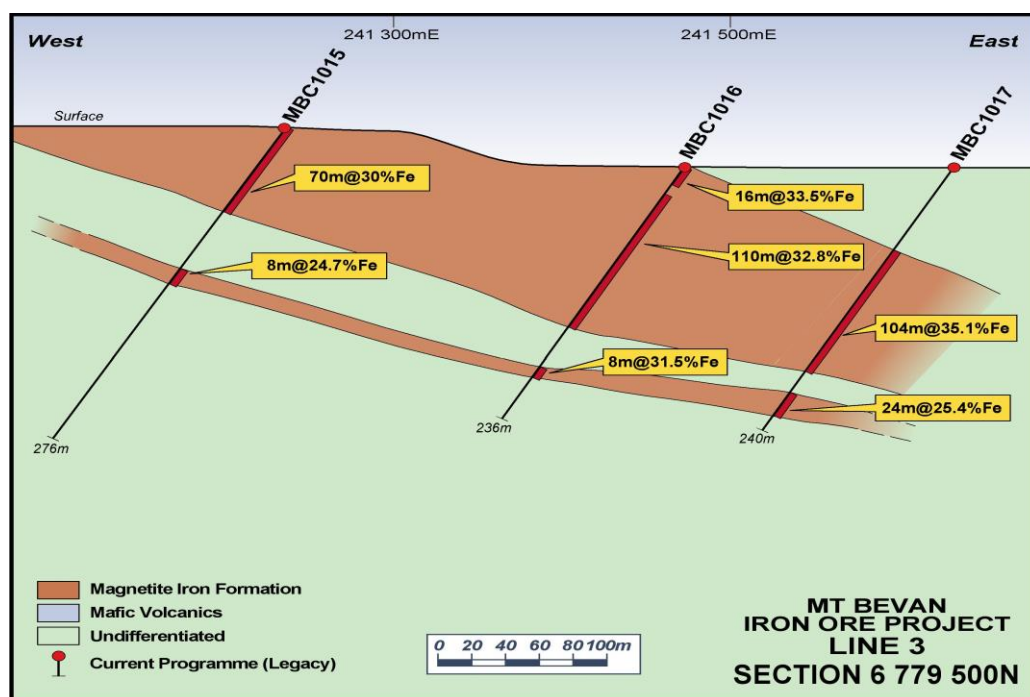


Figure 8: Drilling Cross Section - Lines 3

Mt Bevan Fresh BIF Resource											
Class	Material	Tonnes x 10 ⁶	Fe %	SiO ₂ %	Al ₂ O ₃ %	CaO %	P %	S %	LOI %	MgO %	Mn %
Indicated	<i>In situ</i> Total	322	34.7	46.2	0.57	1.35	0.054	0.131	-1.05	1.91	0.31
	<i>In situ</i> Magnetic*	44.18%	30.0	2.4	0.01	0.08	0.005	0.053	-1.38	0.05	0.01
	Concentrate	142	68.0	5.5	0.02	0.18	0.012	0.130	-3.12	0.12	0.03
Inferred	<i>In situ</i> Total	847	35.0	45.6	0.77	2.00	0.063	0.39	-1.15	1.77	0.04
	<i>In situ</i> Magnetic*	45.70%	30.8	2.8	0.01	0.06	0.004	0.042	-1.37	0.03	0.01
	Concentrate	387	67.5	5.9	0.03	0.14	0.009	0.096	-3.00	0.06	0.02
Total	<i>In situ</i> Total	1,170	34.9	45.8	0.71	1.82	0.060	0.137	-1.12	1.81	0.11
	<i>In situ</i> Magnetic*	45.28%	30.6	2.7	0.01	0.07	0.004	0.045	-1.37	0.03	0.01
	Concentrate	530	67.7	5.80	0.03	0.15	0.010	0.105	-3.03	0.07	0.02

Table 2 Mt Bevan Resource Estimate

*In situ Magnetic is the material that is expected to report to the magnetic fraction. The in situ Magnetic quantities in the Tonnes column are expressed as the percentage of the in situ Total tonnes (as estimated from Davis Tube Mass recovery) Also, no additional work has been done on these deposits which warrants revision of the above estimates at this stage. - See Announcements from 2014 and 2015

(Full details of the project are available at the Company website www.legacyiron.com.au)

DIRECTORS' REPORT (continued)**Mt Bevan Nickel – Copper:**

The Mt Bevan Project is located immediately to the south of St George Mining Limited's (ASX: SGQ) Mt Alexander Project (Figure 9). St George Mining has had significant success identifying nickel-copper sulphide mineralisation at Cathedrals, Stricklands and Investigators along the Cathedrals Shear zone (refer to St George Mining Limited ASX announcements).

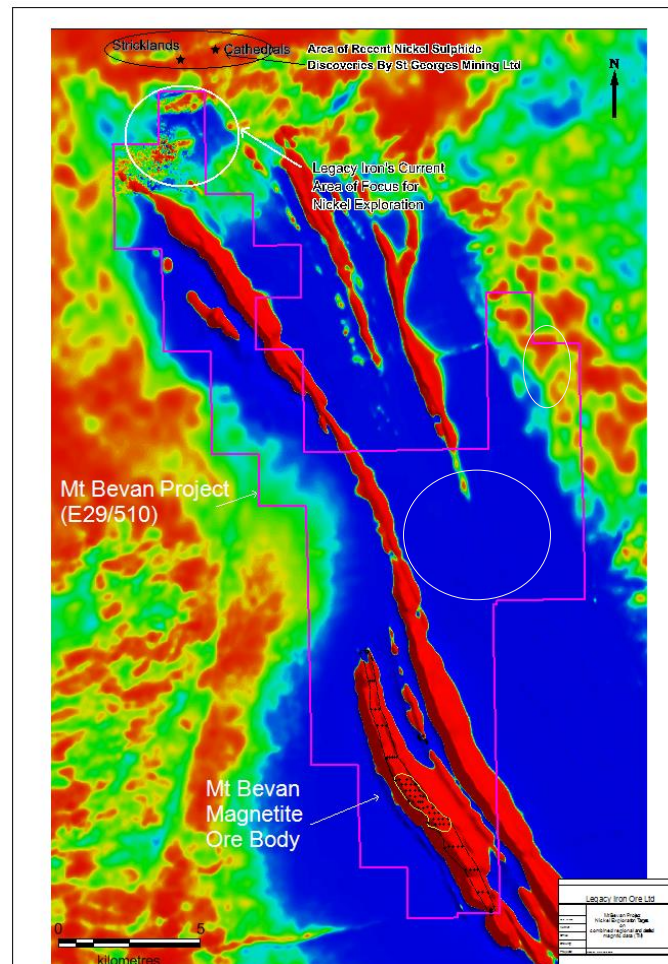


Figure 9: Mt Bevan Project – airborne magnetics data (TMI) showing area of interest for nickel sulphide mineralisation

No major field activities were carried out at the project during the period however target evaluation for nickel sulphide mineralization has continued and the Company still believes that the geology of the northern part of the tenement can host Ni sulphide mineralization. This is supported by the results of the petrography study which suggested the presence of younger dikes in the area that are known to host nickel sulphide mineralisation. There is a planned 1000m of RC drilling to test the updated nickel targets.

DIRECTORS' REPORT (continued)

Location of the drill holes drilled in 2019 are shown in figures 10 and 11 below –

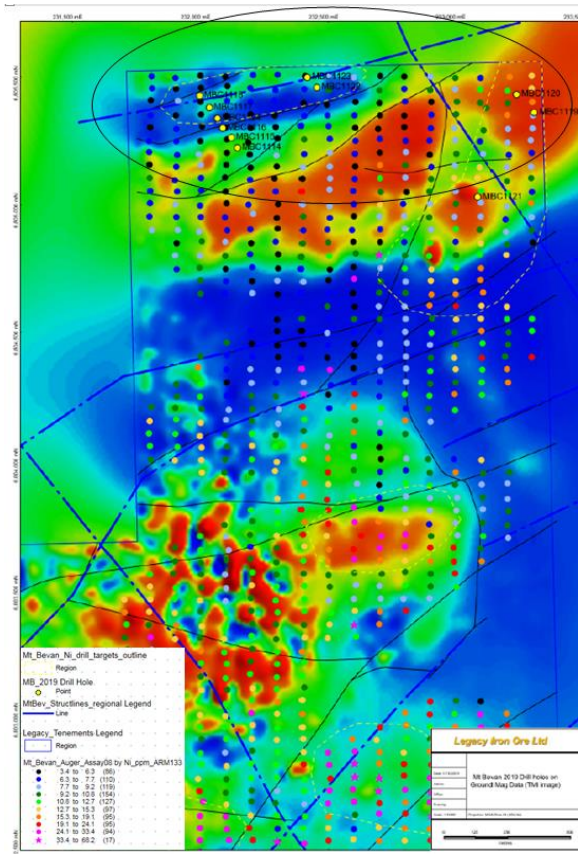


Figure 10: 2019 drill hole locations on Merged ground and regional TMI magnetics with structural interpretations and auger geochemistry Ni ppm

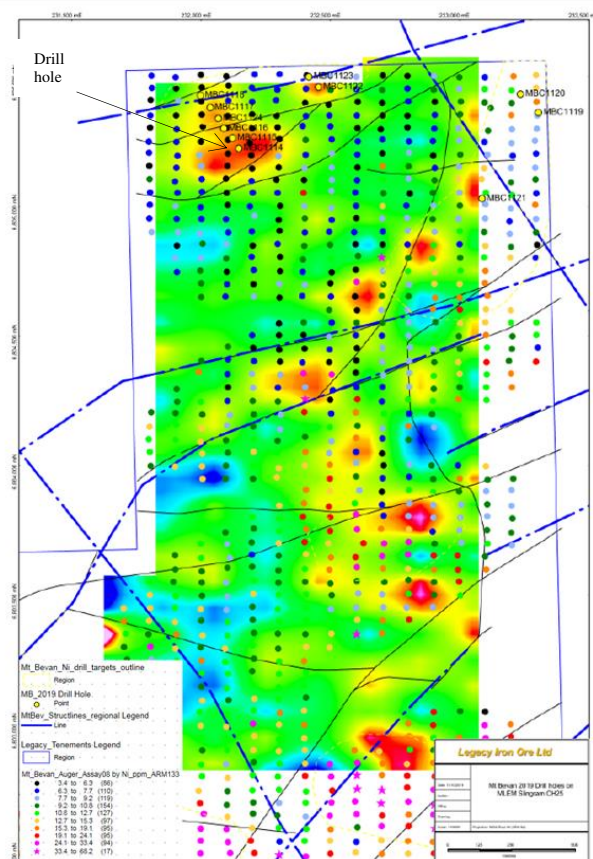


Figure 11: 2019 Drill hole locations on MLEM Slingram CH25 with structural interpretation lines and auger geochemistry (Ni ppm)

This area is almost completely concealed by Quaternary alluvium and colluvium cover. Further exploration by drill testing the priority Nickel targets will be done to assess the Nickel potential of the area. There is also a plan to take up DSO and Magnetite exploration on the tenement.

Koongie Park Project

Legacy Iron holds an exploration licence on E80/4221 that is contiguous with ground under exploration by Anglo Australian Resources Limited (AAR) at its Koongie Park VHMS base metals deposit (Figure 9). AAR has defined substantial base metal/gold/silver mineralisation in two deposits to date, with a total JORC resource (Indicated and Inferred) of 8Mt at 3.3% zinc, 1.2% copper, 0.3g/t gold and 23g/t silver. AAR has also outlined a shallow supergene high grade copper resource.

A similar style of mineralisation (VHMS) to that found at Sandfire Resources' Doolgunna and Monty discoveries and at the Teutonic Bore/Jaguar/Bentley deposits of Independence Group. This style of deposit is known worldwide to occur in clusters and often the early discoveries in these camps are not the largest.

DIRECTORS' REPORT (continued)

Work completed by Legacy at Koongie Park have revealed a number of base metals and rare earth element (REE) anomalies predominantly in the west of the Angelo Fault and potential gold targets (early stage targets) to the East of the Angelo Fault (Figure 12).

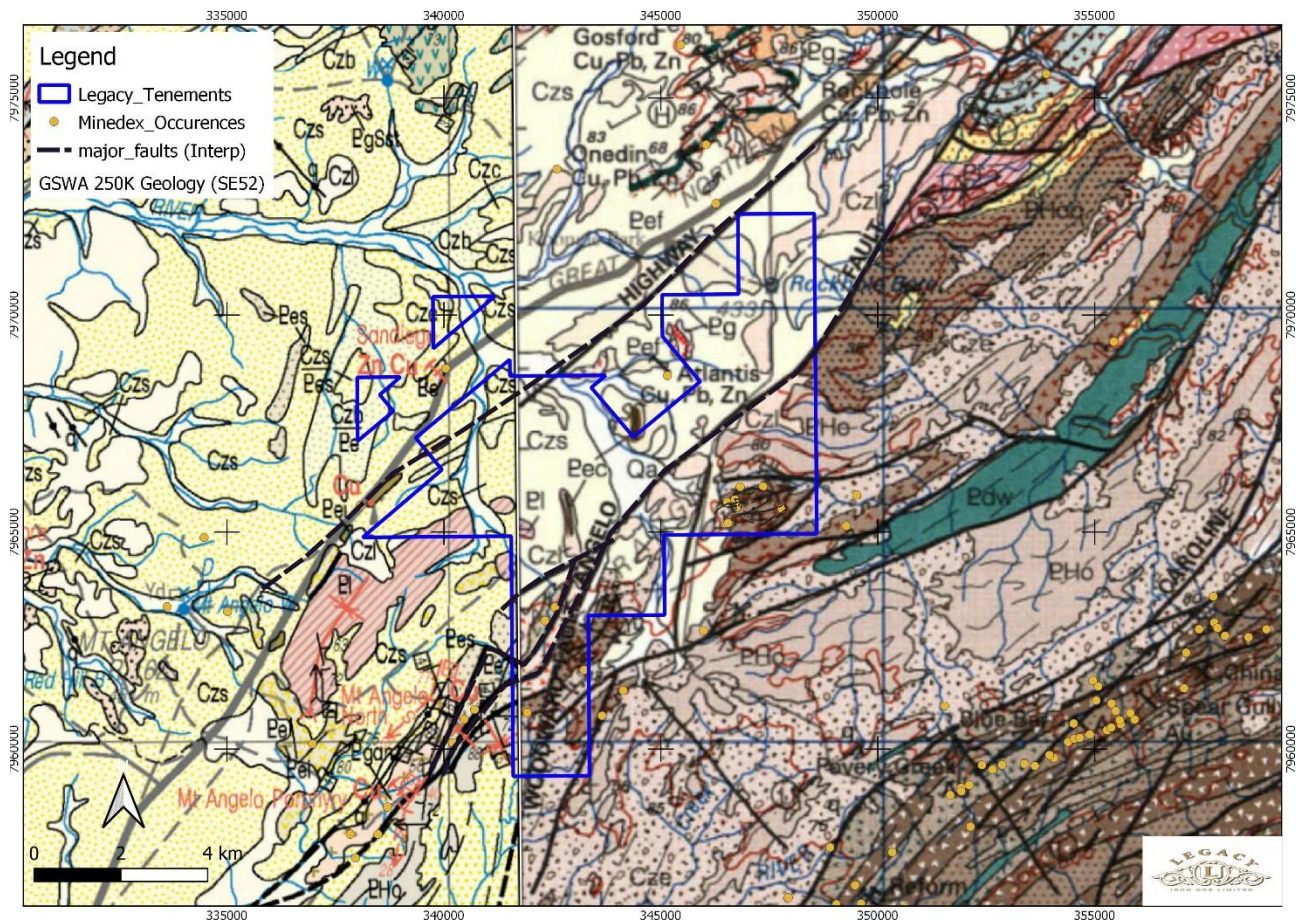


Figure 12: GSWA 250k geology and Minedex occurrences and prospects at Koongie Park

In 2013 Legacy flew an airborne EM survey across the project. Interpretation of the data revealed several anomalies that were targeted in 2015 RC drilling. No anomalous base metals values were intersected but nor were the sources of the EM anomalies identified.

For the base metal targets in the tenement, the Company is currently working with Newexco for geophysical interpretation based on the information gathered to date. Planning is also underway to carry out geophysical ground EM and downhole EM surveys in the Koongie Park project to further define VHMS mineralisation targets for drill testing.

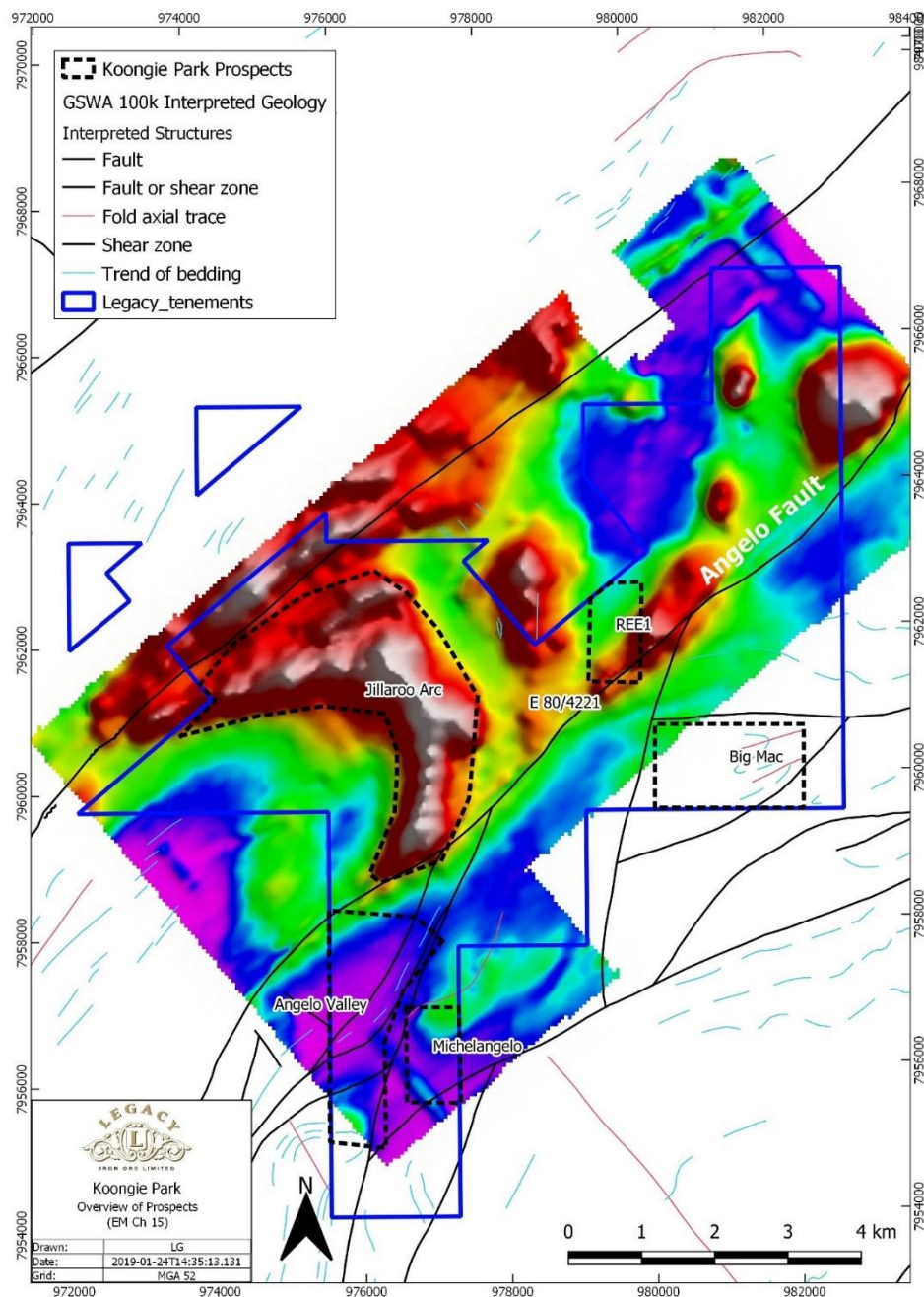
DIRECTORS' REPORT (continued)

Fig 13: Prospects at Koongie Park project and EM Ch15 with GSWA interpreted structures

Sunrise Bore Project

The Sunrise Bore tenement has been actively explored by Legacy for gold and the exploration has resulted in the definition of a gold anomalous zone which is ready for drill testing.

Exploration activities conducted by Legacy during the last five years include geophysical and geological data compilation and evaluation, reconnaissance rock chip sampling, geological

DIRECTORS' REPORT (continued)

mapping, stream sediment sampling and three phases of auger geochemical sampling, MMI soil sampling and geochemical interpretation of the results. Several rock chip samples were collected and analysed to support the delineation of drill targets.

In the past, substantial auger drilling campaigns were completed across multiple targets giving the project significant geochemical coverage. A total of 2,806 samples have been collected and assayed thus far. The auger drilling resulted in the identification of some major anomalies and further exploration is now planned for the areas.

The assay result of auger samples for gold are shown in figure 14.

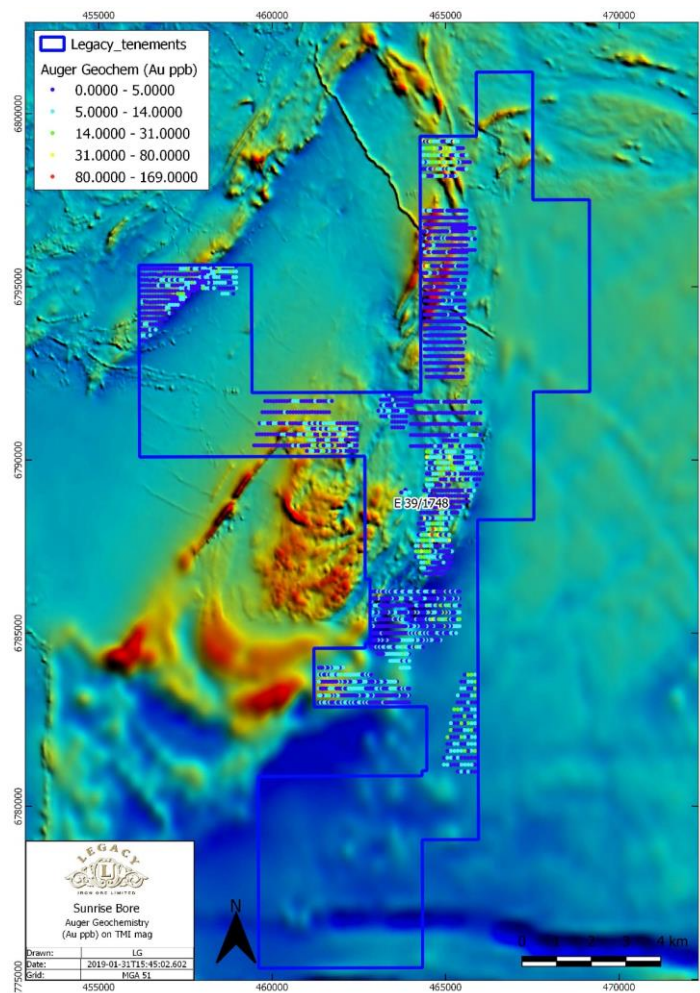


Fig 14: Au anomalism in the tenement delineated by auger geochemistry

DIRECTORS' REPORT (continued)

To pursue further exploration in the tenement the Company had obtained Programme of Work approval for 200 RAB, 100 Air-core and 20 RC drill holes and have also completed RC drillhole planning for 20 more holes.

The map below showing the proposed RC drilling locations is as below.

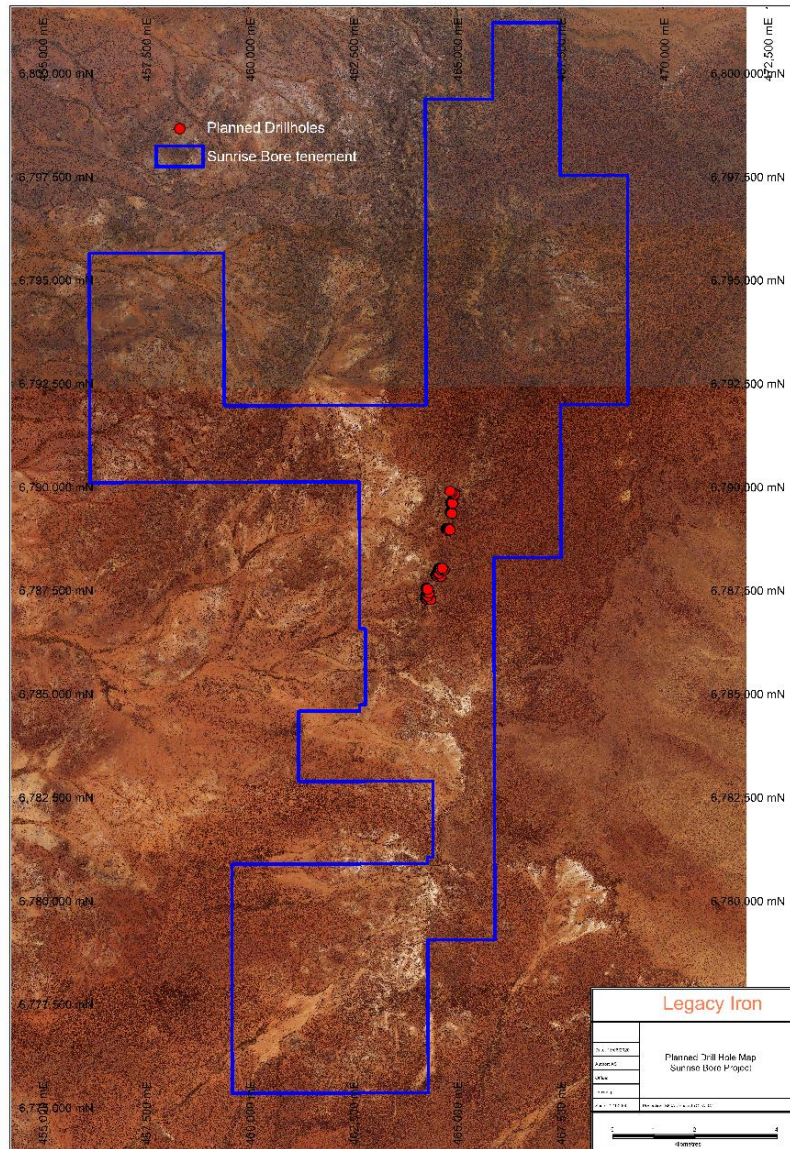


Fig. 15. Proposed RC drilling in Sunrise Bore Project

The above-mentioned drill program was not completed in the period due to the COVID-19 pandemic and subsequent logistic issues. During the next six-month Legacy plans to drill these planned RC holes.

DIRECTORS' REPORT (continued)**Planned Activities – Next Half Yearly Period.**

Main activities planned for the next six months is likely to comprise:

South Laverton: Mt Celia project –

- The Company is focusing on increasing the overall resource for the Mt Celia project and to convert the current JORC inferred resource into an indicated category. Upon receipt of all assay results, resource modelling and pit optimization work will be undertaken. The company aims to complete resource estimation work by December 2020.
- In addition, the Company intends to complete metallurgical and geotechnical studies by December 2020 to support the pre-feasibility study of the project.
- Complete hydrogeological studies for this construction of 1 or 2 production wells and 5 monitoring wells.
- Consistent with the objective of moving towards feasibility, the Company continues to work through the required regulatory approvals undertaking the necessary environmental and heritage studies.
- Work is also underway to convert current explorations licence to a mining lease.
- Planning for ore body extension drilling 1000m on the targets received in the last round drilling.

Yilgangi

- Drill test the potential extensions of the positive results seen in the soil and surface rock geochemistry.

Koongie park

- Carry out geophysical ground EM and downhole EM survey in the Koongi Park project to further define VHMS mineralisation targets

Mt Bevan Project

- Conduct an assessment of nickel mineralisation potential in the central and eastern part of the tenement.
- Further evaluation of the weak anomalous responses seen in the downhole EM results and follow up younger dikes intersected in the 2019 drilling.

Sunrise Bore

- Continue with on-ground follow-up of major structures prospective for controlling gold mineralisation, and undertake ground geophysics survey if warranted to assist drill targeting.
- It is also planned to undertake RC drilling over the delineated gold target.

Project Generation

- Continue to review new potential opportunities.

DIRECTORS' REPORT (continued)**Competent Person's Statement:**

The information in this report that relates to Exploration Results is based on information compiled by Vivek Sharma who is a member of AusIMM and employee of Legacy Iron Ore Limited. Mr. Sharma has sufficient experience which is relevant to the style of mineralisation and type of deposit under consideration and to the activity which he is undertaking to qualify as a Competent Person as defined in the 2012 Edition of the "Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves". Mr. Sharma consents to the inclusion in this report of the matters based on his information in the form and the context in which it appears.

4. AUDITOR'S INDEPENDENCE DECLARATION

A copy of the auditor's independence declaration as required under section 307C of the *Corporations Act 2001* is set out on page 20.

This report is made in accordance with a resolution of the Board of Directors.



Mr Rakesh Gupta
Chief Executive Officer and Director
Perth
02 December 2020

AUDITORS' INDEPENDENCE DECLARATION

Stantons International Audit and Consulting Pty Ltd
trading as

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Chartered Accountants and Consultants

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2 December 2020

Board of Directors
Legacy Iron Ore Limited
Level 6, 200 Adelaide Terrace
Perth, WA 6000

Dear Sirs

RE: LEGACY IRON ORE LIMITED

In accordance with section 307C of the *Corporations Act 2001*, I am pleased to provide the following declaration of independence to the directors of Legacy Iron Ore Limited.

As Audit Director for the review of the financial statements of Legacy Iron Ore Limited for the period ended 30 September 2020, I declare that to the best of my knowledge and belief, there have been no contraventions of:

- (i) the auditor independence requirements of the *Corporations Act 2001* in relation to the review; and
- (ii) any applicable code of professional conduct in relation to the review.

Yours faithfully

STANTONS INTERNATIONAL AUDIT AND CONSULTING PTY LIMITED



Samir Tirodkar
Director

**STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME
FOR THE HALF YEAR ENDED
30 SEPTEMBER 2020**

	Note	Half Year ended 30 September 2020 \$	Half Year ended 30 September 2019 \$
Other Revenue		87,923	12,729
Compliance and regulatory expenses		(35,634)	(49,235)
Depreciation and amortisation expenses		(24,243)	(2,118)
Key management personnel remuneration	3	(146,648)	(192,383)
Employee benefits expenses	3	(169,596)	(77,423)
Exploration expenditure expensed		(1,036)	(1,206)
Occupancy expenses	3	(36,555)	(79,859)
Legal expenses		(15,256)	-
Travel expenses		-	(11,841)
Other expenses		(44,436)	(80,602)
Corporate services		(5,015)	(3,365)
Finance costs		(2,706)	(2,347)
		<hr/>	<hr/>
Loss before income tax		(393,202)	(487,650)
Income tax benefit	4	-	-
		<hr/>	<hr/>
LOSS FOR THE HALF YEAR ATTRIBUTABLE TO MEMBERS OF LEGACY IRON ORE LIMITED		(393,202)	(487,650)
		<hr/> <hr/>	<hr/> <hr/>
OTHER COMPREHENSIVE INCOME			
<i>Items that may be reclassified to profit or loss</i>			
Net gain on revaluation of financial assets	5	402,400	(75,450)
<i>Items that will not be reclassified to profit or loss</i>		-	-
		<hr/>	<hr/>
Total other comprehensive income		402,400	(75,450)
		<hr/>	<hr/>
TOTAL COMPREHENSIVE INCOME / (LOSS) FOR THE HALF YEAR ATTRIBUTABLE TO MEMBERS OF LEGACY IRON ORE LIMITED		9,198	(563,100)
		<hr/> <hr/>	<hr/> <hr/>
Basic and diluted loss per share		(0.01) cents per share	(0.03) cents per share

The accompanying notes form part of these financial statements.

**STATEMENT OF FINANCIAL POSITION AS
AT 30 SEPTEMBER 2020**

	Note	30 September 2020 \$	31 March 2020 \$
ASSETS			
CURRENT ASSETS			
Cash and Cash Equivalents		7,679,466	9,214,347
Other Receivables	6	243,076	159,341
TOTAL CURRENT ASSETS		7,922,542	9,373,688
NON-CURRENT ASSETS			
Other Financial Assets	5	1,701,784	1,299,123
Plant and Equipment		18,537	6,995
Right-of-use Assets		84,589	105,736
Exploration and Evaluation Expenditure	7	12,599,494	11,458,307
TOTAL NON-CURRENT ASSETS		14,404,404	12,870,161
TOTAL ASSETS		22,326,946	22,243,849
LIABILITIES			
CURRENT LIABILITIES			
Trade and Other Payables		236,195	125,854
Employee Benefits		63,548	58,553
Lease Liability		45,508	65,849
TOTAL CURRENT LIABILITIES		345,251	250,256
NON-CURRENT LIABILITIES			
Employee Benefits		-	-
Lease Liability		45,205	66,301
TOTAL NON-CURRENT LIABILITIES		45,205	66,301
TOTAL LIABILITIES		390,456	316,557
NET ASSETS		21,936,490	21,927,292
EQUITY			
Issued Capital	8	64,036,737	64,036,737
Reserves		17,803,898	17,401,498
Accumulated Losses		(59,904,145)	(59,510,943)
TOTAL EQUITY		21,936,490	21,927,292

The accompanying notes form part of these financial statements.

STATEMENT OF CHANGES IN EQUITY
FOR THE HALF YEAR ENDED
30 SEPTEMBER 2020

	Issued Capital	Share Based Payment Reserve	Option Premium Reserve	Financial Assets Reserve	Accumulated Losses	Total
	\$	\$	\$	\$	\$	\$
BALANCE AT 1 APRIL 2019	54,626,757	16,242,084	90,539	565,875	(58,615,446)	12,909,809
Loss for the half-year	-	-	-	-	(487,650)	(487,650)
Other comprehensive income for the period	-	-	-	(75,450)	-	(75,450)
Total comprehensive income/(loss) for the period	-	-	-	(75,450)	(487,650)	(563,100)
Shares issued during the period (net of transaction costs)	(30,000)	-	-	-	-	-
BALANCE AT 30 SEPTEMBER 2019	54,596,757	16,242,084	90,539	490,425	(59,103,096)	12,316,709
BALANCE AT 1 APRIL 2020	64,036,737	16,242,084	90,539	1,068,875	(59,510,943)	21,927,292
Loss for the half-year	-	-	-	-	(393,202)	(393,202)
Other comprehensive income for the period	-	-	-	402,400	-	402,400
Total comprehensive income/(loss) for the period	-	-	-	402,400	(393,202)	9,198
Shares issued during the period (net of transaction costs)	-	-	-	-	-	-
BALANCE AT 30 SEPTEMBER 2020	64,036,737	16,242,084	90,539	1,471,275	(59,904,145)	21,936,490

The accompanying notes form part of these financial statements.

STATEMENT OF CASH FLOWS
FOR THE HALF YEAR ENDED
30 SEPTEMBER 2020

	Half Year ended 30 September 2020	Half Year ended 30 September 2019
	\$	\$
CASH FLOWS FROM OPERATING ACTIVITIES		
Payments to suppliers and employees	(560,621)	(406,404)
Interest received	43,869	8,930
Finance costs paid	(1,049)	(2,347)
Repayment of operating Lease	(43,095)	-
Government cash flow boost	87,500	-
<i>Net cash flows (used in) operating activities</i>	<u>(473,396)</u>	<u>(399,821)</u>
CASH FLOWS FROM INVESTING ACTIVITIES		
Payment for exploration and evaluation	(1,007,648)	(484,871)
Payment for held to maturity financial asset	-	(26,500)
Purchase of fixed asset	(14,637)	(8,636)
Receipt of cash call from Joint Venture participant	-	69,500
<i>Net cash flows (used in) investing activities</i>	<u>(1,022,285)</u>	<u>(450,507)</u>
CASH FLOWS FROM FINANCING ACTIVITIES		
Payment for Capital Raising costs	(39,200)	-
<i>Net cash flows (used in) financing activities</i>	<u>(39,200)</u>	<u>-</u>
Net Decrease in Cash and Cash Equivalents	(1,534,881)	(850,328)
Cash and Cash Equivalents at the Beginning of Half Year	<u>9,214,347</u>	<u>1,439,773</u>
CASH AND CASH EQUIVALENTS AT THE END OF HALF YEAR	<u><u>7,679,466</u></u>	<u><u>589,445</u></u>

The accompanying notes form part of these financial statements.

**NOTES TO THE CONDENSED FINANCIAL STATEMENTS
FOR THE HALF YEAR ENDED
30 SEPTEMBER 2020**

1. BASIS OF PREPARATION OF HALF YEAR REPORT

This condensed interim financial report for the half year reporting period ended 30 September 2020 is a general purpose financial statement prepared in accordance with requirements of the *Corporations Act 2001*, Applicable Accounting Standards, including *AASB 134 Interim Financial Reporting*, Accounting Interpretations and other authoritative pronouncements of the Australian Accounting Standards Board (AASB).

This condensed interim financial report is intended to provide users with an update on the latest annual financial statements of Legacy Iron Ore Limited. As such, it does not contain information that represents relatively insignificant changes occurring during the half year within the Company. It is therefore recommended that this financial report be read in conjunction with the annual financial statements of the Company for the year ended 31 March 2020 together with any public announcements made during the half year.

Accounting Policies

The same accounting policies and methods of computation have been followed in this interim financial report as were applied in the most recent annual financial statements.

(a) Going Concern

The 30 September 2020 financial report has been prepared on the going concern basis that contemplates the continuity of normal business activities and the realisation of assets and extinguishment of liabilities in the ordinary course of business.

2. DIVIDENDS

No dividends have been paid or proposed during the six month period ended 30 September 2020 (30 September 2019: NIL).

3. LOSS BEFORE INCOME TAX

Loss before income tax has been arrived at after charging the following significant expenses:

	30 September 2020	30 September 2019
	\$	\$
Key management personnel remuneration (A)	146,648	192,383
Employee benefit expenses	169,596	77,423
Occupancy expenses	36,555	79,859

Costs of \$49,300 (30 September 2019: \$49,300) directly related to exploration efforts are capitalised in exploration and evaluation expenditure.

4. INCOME TAX

Income tax expense is recognised based on management's estimate of the taxable income for the period. During the period, the Company made a taxable loss and hence no income tax expenses (2019: \$0).

**NOTES TO THE CONDENSED FINANCIAL STATEMENTS
FOR THE HALF YEAR ENDED
30 SEPTEMBER 2020**

5. OTHER FINANCIAL ASSETS	Six months ended 30 September 2020	12 months ended 31 March 2020
Current	\$	\$
- Security deposits held(i)	67,034	66,773
Financial Asset at Fair Value through OCI		
- Shares in listed corporation at fair value–Level	1,634,750	1,232,350
	1,701,784	1,299,123

(i) Deposits have been pledged as security for a bank guarantee provided to lessors relating to leases of office premises and credit card facility.

	30 September 2020	31 March 2020
Opening balance	1,232,350	729,350
Fair value gain/(loss) on available-for-sale financial assets (a)	402,400	503,000
Closing balance	1,634,750	1,232,350

(a) Fair value is determined by reference to quoted prices in an active market (ASX) – Level 1.

6. OTHER RECEIVABLES	30 September 2020	31 March 2020
Current	\$	\$
Sundry receivables (a)	158,758	109,317
Prepayments	84,318	50,024
Total current receivables	243,076	159,341

(a) Amounts receivable from unrelated entities are expected to be recovered within normal terms.

(b) Fair value, credit risk and risk exposure

Due to the short term nature of the current receivables, their carrying amount is assumed to approximate their fair value. The maximum exposure to credit risk at the end of the reporting period is the carrying amount of receivables mentioned above.

**NOTES TO THE CONDENSED FINANCIAL STATEMENTS
FOR THE HALF YEAR ENDED
30 SEPTEMBER 2020**

7. EXPLORATION AND EVALUATION EXPENDITURE

	Six months ended 30 September 2020	12 months ended 31 March 2020
	\$	\$
Non-Current		
Costs carried forward in respect of areas of interest in:		
- Exploration and evaluation phases – at cost	<u>12,599,494</u>	<u>11,458,307</u>
Movement in carrying amounts		
Carrying amount at the beginning of the period	11,458,307	10,725,793
Exploration tenements acquired	-	-
Exploration expenditure capitalised during the period	1,161,369	805,263
Less: Recovery of expenditure from Joint Venture participant	(20,182)	(72,749)
Carrying amount at the end of the period	<u><u>12,599,494</u></u>	<u><u>11,458,307</u></u>

The recoverability of the carrying amount of exploration and evaluation is dependent on:

- the continuance of the Company's rights to tenure of the areas of interest;
- the results of future exploration; and
- the recoupment of costs through successful development and commercial exploitation of the areas of interest, or alternatively, by their sale.

The Company's exploration properties may be subjected to claim(s) under native title, or contain sacred sites, or sites of significance to Aboriginal people. As a result, exploration properties or areas within the tenements may be subject to exploration restrictions, mining restrictions and/or claims for compensation. At this time, it is not possible to quantify whether such claims exist, or the quantum of such claims.

8. ISSUED CAPITAL

(a) Fully paid ordinary shares	Six months ended 30 September 2020		12 months ended 31 March 2020	
	No	\$	No	\$
At beginning of reporting period	6,247,238,517	64,036,737	1,468,264,157	54,626,757
Shares issued during the half year	<u>-</u>	<u>-</u>	<u>4,778,974,360</u>	<u>9,409,980</u>
At reporting date	<u><u>6,247,238,517</u></u>	<u><u>64,036,737</u></u>	<u><u>6,247,238,517</u></u>	<u><u>64,036,737</u></u>

**NOTES TO THE CONDENSED FINANCIAL STATEMENTS
FOR THE HALF YEAR ENDED
30 SEPTEMBER 2020**

9. SEGMENT INFORMATION

Identification of Reportable Segments

The Company has identified its operating segments based on the internal reports that are reviewed and used by the Board of Directors (Chief Operating Decision Makers) in assessing performance and determining the allocation of resources.

The Company is managed on the basis of there being 2 (two) reportable segments being:

- (i) Gold exploration and development in Australia;
- (ii) Iron ore (and manganese) exploration and development in Australia;

	Iron Ore \$	Gold \$	Corporate \$	Total \$
Six months ended 30 September 2020				
SEGMENT REVENUE	1,835	-	86,088	87,923
SEGMENT NET LOSS BEFORE TAX				
Depreciation	-	-	(24,243)	(24,243)
Corporate charges	-	-	(456,882)	(456,882)
SEGMENT PROFIT/ (LOSS)	1,835	-	(395,037)	(393,202)
SEGMENT ASSETS				
Segment assets	7,126,320	6,940,958	8,259,668	22,326,946
increases/(decreases) for the half year	414,599	1,110,418	(1,441,920)	(83,097)
SEGMENT LIABILITIES	-	-	390,456	390,456
Six months ended 30 September 2019				
SEGMENT REVENUE	5,507	-	7,222	12,729
SEGMENT NET LOSS BEFORE TAX				
Depreciation	-	-	(2,188)	(2,188)
Corporate charges	-	-	(498,260)	(498,260)
SEGMENT PROFIT/ (LOSS)	5,507	-	(493,156)	(487,649)
SEGMENT ASSETS				
Segment assets	6,123,149	5,549,315	902,706	12,575,170
increases/(decreases) for the half year	24,473	249,350	(763,449)	(489,626)
SEGMENT LIABILITIES	-	-	258,461	258,461

**NOTES TO THE CONDENSED FINANCIAL STATEMENTS
FOR THE HALF YEAR ENDED
30 SEPTEMBER 2020**

10. CONTINGENT LIABILITIES

As per the terms of lease executed for the office space rental, Legacy is entitled to a rent concession of \$25,857 per year for the term of lease (being 3 years). This concession will cease to apply and will be refunded to the lessor if the Company breaches an essential term of the lease agreement at any time during the tenure of the lease. The Company accounted for a rent concession of \$25,857 till 30 September 2020.

11. EVENTS SUBSEQUENT TO REPORTING DATE

Special Dividend and Capital Return

The company, on 20 November 2020 received \$ 509,009.09 from Hawthorn Resources Limited (HAW) towards Special Dividend and Capital return. Details are shown in the table below.

Particulars	No.of shares held	Return Per Share	Amount received
Special Dividend	12,575,000	\$0.01578699	\$198,521.39
Capital Return	12,575,000	\$0.02469087	\$310,487.70
Total		\$0.04047786	\$509,009.09

Other than above, no matter or circumstance has arisen since the end of the half year which significantly affected or may significantly affect the operations of the Company, the results of those operations, or the state of affairs of the Company.

DIRECTORS' DECLARATION

In accordance with a resolution of the Directors of Legacy Iron Ore Limited, the Directors of the Company declare that:

- (a) the Financial Statements and notes, as set out on pages 21 to 29, are in accordance with the *Corporations Act 2001*, including:
 - (i) complying with Accounting Standards, AASB 134 Interim Financial Reporting, the *Corporations Regulations 2001* and other mandatory professional reporting requirements; and
 - (ii) giving a true and fair view of the Company's financial position as at 30 September 2020 and of its performance for the half year ended on that date.
- (b) In the Directors' opinion there are reasonable grounds to believe that the Company will be able to pay its debts as and when they become due and payable.



Mr. Rakesh Gupta
Chief Executive Officer and Director
Perth
02 December 2020

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**INDEPENDENT AUDITOR'S REVIEW REPORT
TO THE MEMBERS OF
LEGACY IRON ORE LIMITED**

Report on the Half-Year Financial Report

We have reviewed the accompanying half-year financial report of Legacy Iron Ore Limited, which comprises the statement of financial position as at 30 September 2020, the statement of profit or loss and other comprehensive income, the statement of changes in equity, statement of cash flows for the half-year ended on that date, condensed notes comprising a summary of significant accounting policies and other explanatory information, and the directors' declaration.

Directors' Responsibility for the Half-Year Financial Report

The directors of Legacy Iron Ore Limited are responsible for the preparation of the half-year financial report that gives a true and fair view in accordance with Australian Accounting Standards and the *Corporations Act 2001* and for such internal control as the directors determine is necessary to enable the preparation of the half-year financial report that is free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

Our responsibility is to express a conclusion on the half-year financial report based on our review. We conducted our review in accordance with Auditing Standard on Review Engagements ASRE 2410 *Review of a Financial Report Performed by the Independent Auditor of the Entity*, in order to state whether, on the basis of the procedures described, we have become aware of any matter that makes us believe that the half year financial report is not in accordance with the *Corporations Act 2001* including: giving a true and fair view of the company's financial position as at 30 September 2020 and its performance for the half-year ended on that date; and complying with Accounting Standard AASB 134 *Interim Financial Reporting* and the *Corporations Regulations 2001*. As the auditor of Legacy Iron Ore Limited, ASRE 2410 requires that we comply with the ethical requirements relevant to the audit of the annual financial report.

A review of a half-year financial report consists of making enquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with Australian Auditing Standards and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

Whilst we considered the effectiveness of management's internal controls over financial reporting when determining the nature and extent of our procedures, our review was not designed to provide assurance on internal controls.

Our review did not involve an analysis of the prudence of business decisions made by the directors or management.

Independence

In conducting our review, we have complied with the independence requirements of the *Corporations Act 2001*. We confirm that the independence declaration required by the *Corporations Act 2001*, has been provided to the directors of Legacy Iron Ore Limited on 30 October 2020.

Stantons International*Conclusion*

Based on our review, which is not an audit, we have not become aware of any matter that makes us believe that the half-year financial report of Legacy Iron Ore Limited is not in accordance with the *Corporations Act 2001* including:

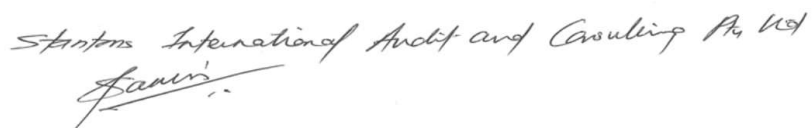
- (a) giving a true and fair view of the Company's financial position as at 30 September 2020 and of its performance for the half-year ended on that date; and
- (b) complying with Accounting Standard AASB 134 *Interim Financial Reporting* and *Corporations Regulations 2001*.

Emphasis of Matter – Carrying Value of Capitalised Exploration and Evaluation Expenditure

We draw attention in Note 7 to the interim financial report which describes the carrying value of capitalised exploration and evaluation expenditure. The Company had capitalised exploration and evaluation expenditure of \$12,599,494 as at 30 September 2020. The recoverability of the Company's carrying value of capitalised exploration and evaluation expenditure is dependent on the successful commercial exploitation of the assets and/or sale of the assets to generate sufficient funds to recoup at least the carried values. In the event that the Company is not successful in commercial exploitation and/or sale of the assets, the realisable value of the Company exploration and evaluation assets may be significantly less than their current carrying values.

Our conclusion is not modified in respect of this matter.

STANTONS INTERNATIONAL AUDIT AND CONSULTING PTY LTD
(Trading as Stantons International)
(An Authorised Audit Company)



Samir Tirodkar
Director

West Perth, Western Australia
2 December 2020