



22 November 2019

Mr Dale Allen
Principal Adviser (Listings Compliance)
Australian Securities Exchange
Level 40, Central Park
152 -158 St George's Terrace
PERTH WA 6000

By email: dale.allen@asx.com.au

Dear Dale,

RESPONSE TO APPENDIX 5B QUERY

Legacy Iron Ore Limited (the "Company" or "Legacy") responds to the letter received from the Australian Securities Exchange ("ASX") on 21 November 2019 in regards to the Appendix 5B query.

Our answers below are in reference to the questions listed in the ASX letter:

1. Yes. The Company is a junior explorer and as such will continue to have exploration and associated costs.
2. The Company is reviewing a number of options to raise additional capital, with a focus being on the commercialisation of the Mt Celia project to generate revenue for the Company.
3. Yes. As referred above, the Company is reviewing a number of options to raise capital.
4. The Company is in compliance with the ASX Listing Rules and in particular, Listing Rule 3.1.
5. This response has been authorised by the Chief Executive Officer who has delegated powers from the Board to respond to ASX on disclosure matters.

Yours faithfully,
LEGACY IRON ORE LIMITED

Ben Donovan
Company Secretary

Local Knowledge | International Network | Quality Assets



21 November 2019

Mr Ben Donovan
Company Secretary
Legacy Iron Ore Limited

By email

Dear Mr Donovan

Legacy Iron Ore Limited ('LCY'): Appendix 5B Query

ASX refers to LCY's Appendix 5B quarterly report for the period ended 30 September 2019 lodged with ASX Market Announcements Platform on 31 October 2019 (the 'Appendix 5B').

ASX notes that LCY has reported:

- negative net operating cash flows for the quarter of \$497,000;
- cash at the end of the quarter of \$590,000; and
- estimated cash outflows for the next quarter of \$550,000.

It is possible to conclude, based on the information in the Appendix 5B that if LCY were to continue to expend cash at the rate indicated by the Appendix 5B, LCY may not have sufficient cash to continue funding its operations.

In view of that, ASX asks LCY to respond separately to each of the following questions and requests for information:

1. Does LCY expect that it will continue to have negative operating cash flows for the time being and, if not, why not?
2. Has LCY taken any steps, or does it propose to take any steps, to raise further cash to fund its operations and, if so, what are those steps and how likely does it believe that they will be successful?
3. Does LCY expect to be able to continue its operations and to meet its business objectives and, if so, on what basis?
4. Please confirm that LCY is complying with Listing Rule 3.1 and that there is no information about its financial condition that should be given to ASX in accordance with that rule that has not already been released to the market.
5. Please confirm that LCY's responses to the questions above have been authorised and approved under its published continuous disclosure policy or otherwise by its board or an officer of LCY with delegated authority from the board to respond to ASX on disclosure matters.

When and where to send your response

This request is made under Listing Rule 18.7. Your response is required as soon as reasonably possible and, in any event, by no later than **3.00 PM AWST Monday, 25 November 2019**. If we do not have your response by then, ASX will have no choice but to consider suspending trading in LCY's securities under Listing Rule 17.3. You should note that if the information requested by this letter is information required to be given to ASX under Listing Rule 3.1 and it does not fall within the exceptions mentioned in Listing Rule 3.1A, LCY's obligation is to disclose the information "immediately". This may require the information to be disclosed before the deadline set out in the previous paragraph.

ASX reserves the right to release a copy of this letter and your response on the ASX Market Announcements Platform under Listing Rule 18.7A. Accordingly, your response should be in a form suitable for release to the market.

Your response should be sent to me by e-mail at ListingsCompliancePerth@asx.com.au. It should not be sent directly to the ASX Market Announcements Office. This is to allow me to review your response to confirm that it is in a form appropriate for release to the market, before it is published on the ASX Market Announcements Platform.

Listing Rule 3.1 and Listing Rule 3.1A

Listing Rule 3.1 requires a listed entity to give ASX immediately any information concerning it that a reasonable person would expect to have a material effect on the price or value of the entity's securities. Exceptions to this requirement are set out in Listing Rule 3.1A. In responding to this letter, you should have regard to LCY's obligations under Listing Rules 3.1 and 3.1A and also to Guidance Note 8 *Continuous Disclosure: Listing Rules 3.1 – 3.1B*. It should be noted that LCY's obligation to disclose information under Listing Rule 3.1 is not confined to, nor is it necessarily satisfied by, answering the questions set out in this letter.

Trading halt

If you are unable to respond to this letter by the time specified above, you should discuss with us whether it is appropriate to request a trading halt in LCY's securities under Listing Rule 17.1. If you wish to request a trading halt, you must tell us:

- the reasons for the trading halt;
- how long you want the trading halt to last;
- the event you expect to happen that will end the trading halt;
- that you are not aware of any reason why the trading halt should not be granted; and
- any other information necessary to inform the market about the trading halt, or that we ask for.

We may require the request for a trading halt to be in writing. The trading halt cannot extend past the commencement of normal trading on the second day after the day on which it is granted.

You can find further information about trading halts in Guidance Note 16 *Trading Halts & Voluntary Suspensions*.

Enquiries

If you have any queries or concerns about any of the above, please contact me immediately.

Yours sincerely

Ryan Gava
Listings Compliance (Perth)