



## HALF YEAR REPORT

30 JUNE 2020

ASX : LEG

ACN: 060 966 145



Examining Diamond Drill Core from Mawson, Rockford Project, Fraser Range

	<b>Page</b>
Company Directory	1
Directors' Report	2
Consolidated Statement of Comprehensive Income	4
Consolidated Statement of Financial Position	5
Consolidated Statement of Cash Flows	6
Consolidated Statement of Changes in Equity	7
Notes to the Financial Statements	8
Directors' Declaration	14
Auditor's Independence Declaration	15
Auditor's Review Report	16

**Web**

[www.legendmining.com.au](http://www.legendmining.com.au)

**Email**

[legend@legendmining.com.au](mailto:legend@legendmining.com.au)

**ASX Code**

LEG – ordinary shares

**Directors**

Michael William Atkins (Non-Executive Chairman)  
Mark William Wilson (Managing Director)  
Oliver Charles Kiddie (Executive Director)

**Company Secretary**

Anthony Michael Walsh

**Registered Office**

Level 1  
8 Kings Park Road  
WEST PERTH, WA 6005

Telephone: (08) 9212 0600

Facsimile: (08) 9212 0611

**Bankers**

Australian and New Zealand Banking Group Ltd  
1275 Hay Street  
WEST PERTH, WA 6005

**Auditors**

Ernst & Young  
11 Mounts Bay Road  
PERTH, WA 6000

**Home Exchange**

Australian Securities Exchange Ltd  
Level 40, Central Park  
152-158 St George's Terrace  
PERTH WA 6000

**Share Registry**

Advanced Share Registry Services  
110 Stirling Highway  
NEDLANDS, WA 6009

Telephone: (08) 9389 8033

Facsimile: (08) 9389 7871

**Lawyers**

DLA Piper  
Level 31, Central Park  
152-158 St George's Terrace  
PERTH WA 6000

## DIRECTORS' REPORT

The Directors submit their report for the half-year ended 30 June 2020.

### DIRECTORS

The names and details of the Company's directors during the financial period and until the date of this report are as below. Directors were in office for this entire period unless otherwise stated.

- Michael Atkins (Chairman, Non-Executive Director)
- Mark Wilson (Managing Director)
- Derek Waterfield (Executive Director – Technical) – resigned 10 August 2020
- Oliver Kiddie (Executive Director) – appointed 10 August 2020

### NATURE OF OPERATIONS AND PRINCIPAL ACTIVITIES

The principal activities during the period of the entities within the consolidated entity were exploration for nickel and copper deposits in Australia.

### RESULTS OF OPERATIONS

The loss of the consolidated entity for the half-year after tax was \$170,249 (2019: \$316,550 loss).

### REVIEW OF OPERATIONS

Legend continued with exploration activities on the Rockford Project tenements in the Fraser Range District of Western Australia, which includes ongoing testing and development of innovative geophysical exploration techniques which the Company expects to claim in its R&D Tax Incentive application, and comprised:

- Diamond drilling and DHTEM testing at Mawson
- Infill aircore drilling at Mawson
- RC drilling at Mason
- Regional MLTEM & FLTEM surveys (Worsley, Crean, Hurley, Magnus and Octagonal)
- Mawson FLTEM and LEF-FLTEM

In June 2020 the Company completed a \$20 million placement to fund its Rockford project exploration activities and issued 142,857,143 ordinary shares @ 14 cents each.

The Company has been proactively managing the potential impact of COVID-19 and has developed systems and policies to ensure the health and safety of our employees and contractors and limiting the risk to our operations. These systems and policies have been developed in line with the formal guidance of State and Federal health authorities and with the assistance of our contractors.

To ensure the health and wellbeing of our employees and contractors, the Company has implemented a range of measures to minimise the risk of infection and rate of transmission of COVID-19. These measures include employees and contractors completing a COVID-19 Exposure Questionnaire, increased hygiene practices, restrictions on non-essential travel, establishing strong infection control systems and protocols across the business and facilitating remote working arrangements, where practicable. The Company will continue to monitor the formal requirements and guidance of State and Federal health authorities and act accordingly.

Other than set out above, COVID-19 has not impacted the Company's normal exploration activities on its Rockford Project in the Fraser Range District of Western Australia and has not had material impact on the cost of this exploration activity.

## **EVENTS AFTER THE BALANCE SHEET DATE**

On 10 August 2020 Mr Oliver Kiddie was appointed as Executive Director of the Company. Following Mr Kiddie's appointment, Mr Derek Waterfield stood down from the Board and was appointed as General Manager Exploration, remaining focused on the Company's Rockford Project in the Fraser Range. No other matters or circumstances have arisen since the end of the half-year to the date of this report which have significantly affected, or may significantly affect, the operations of the consolidated entity, the results of those operations or the state of affairs of the consolidated entity.

## **AUDITOR'S INDEPENDENCE**

The Auditor's Independence Declaration under S307C of the *Corporations Act 2001* has been received from Ernst & Young, the Company's auditor, and is available for review on page 15.

**SIGNED in accordance with a Resolution of the Directors on behalf of the Board**

A handwritten signature in black ink, appearing to read 'M. Wilson', followed by a horizontal line extending to the right.

---

**M Wilson**  
**Managing Director**

Dated this 26th day of August 2020

**CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME  
FOR THE HALF-YEAR ENDED 30 JUNE 2020**

	Notes	CONSOLIDATED	
		30 Jun 2020	30 Jun 2019
		\$	\$
Finance revenue	3(a)	115,801	91,545
Other Income	3(b)	62,500	-
Net (loss)/gain on revaluation of financial assets held for trading	3(b)	(23,094)	19,655
Employee benefits expense	3(c)	(77,613)	(143,835)
Financial expenses	3(d)	(1,386)	-
Other expenses	3(d)	(17,394)	(1,276)
Corporate expenses		(229,063)	(282,639)
Net loss before income tax expense		(170,249)	(316,550)
Income tax benefit		-	-
<b>Loss for the period attributable to Owners of Legend Mining Limited</b>		<b>(170,249)</b>	<b>(316,550)</b>
Other comprehensive income		-	-
<b>Total comprehensive loss for the period attributable to Owners of Legend Mining Limited</b>		<b>(170,249)</b>	<b>(316,550)</b>
<b>LOSS PER SHARE (cents per share)</b>			
Basic loss for the period attributable to ordinary equity holders of the parent	4	(0.0061)	(0.0155)
Diluted loss for the period attributable to ordinary equity holders of the parent	4	(0.0061)	(0.0155)

The accompanying notes form part of these financial statements

**CONSOLIDATED STATEMENT OF FINANCIAL POSITION  
AS AT 30 JUNE 2020**

	Notes	CONSOLIDATED	
		As at 30 Jun 2020 \$	As at 31 Dec 2019 \$
<b>ASSETS</b>			
<b>Current Assets</b>			
Cash and cash equivalents	6	26,541,157	10,133,887
Receivables	7	177,952	333,471
Other financial assets	8	50,000	148,273
<b>Total Current Assets</b>		<b>26,769,109</b>	<b>10,615,631</b>
<b>Non-current Assets</b>			
Other financial assets	8	5,775	5,775
Property, plant and equipment	9	264,624	84,777
Right-of-use asset		48,929	81,345
Deferred exploration assets	10	18,356,015	14,622,473
<b>Total Non-Current Assets</b>		<b>18,675,343</b>	<b>14,794,370</b>
<b>TOTAL ASSETS</b>		<b>45,444,452</b>	<b>25,410,001</b>
<b>LIABILITIES</b>			
<b>Current Liabilities</b>			
Trade and other payables	11	909,898	230,464
Provisions		155,456	195,148
Lease liability		31,322	67,234
<b>Total Current Liabilities</b>		<b>1,096,676</b>	<b>492,846</b>
<b>Non-current Liabilities</b>			
Provisions		113,675	108,258
Lease liability		13,704	13,704
<b>Total Non-Current Liabilities</b>		<b>127,379</b>	<b>121,962</b>
<b>TOTAL LIABILITIES</b>		<b>1,224,055</b>	<b>614,808</b>
<b>NET ASSETS</b>		<b>44,220,397</b>	<b>24,795,193</b>
<b>EQUITY</b>			
<b>Equity attributable to equity holders of the parent</b>			
Contributed equity	12	92,074,637	72,479,184
Share option premium reserve		23,615,178	23,615,178
Accumulated losses		(71,449,418)	(71,299,169)
<b>TOTAL EQUITY</b>		<b>44,220,397</b>	<b>24,795,193</b>

The accompanying notes form part of these financial statements

**CONSOLIDATED STATEMENT OF CASH FLOWS  
FOR THE HALF-YEAR ENDED 30 JUNE 2020**

	<b>CONSOLIDATED</b>	
	<b>30 Jun 2020</b>	<b>30 Jun 2019</b>
	<b>\$</b>	<b>\$</b>
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
Payments to suppliers and employees	(336,727)	(590,015)
Interest received	108,521	98,247
ATO Cashflow Boost	50,000	-
Proceeds from Jindal Receivables	250,000	-
Net cash flows from/(used in) operating activities	71,794	(491,768)
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>		
Payments for property, plant and equipment	(208,322)	(4,200)
Payments for exploration and evaluation	(3,174,102)	(1,202,525)
Proceeds from sale of assets	75,179	-
Net cash flows (used in)/from investing activities	(3,307,245)	(1,206,725)
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>		
Proceeds from capital raising	20,400,000	-
Payment for capital raising costs	(721,367)	-
Principal elements of lease payments	(35,912)	-
Net cash flows from financing activities	19,642,721	-
Net Increase/(decrease) in cash and cash equivalents	16,407,270	(1,698,493)
Cash and cash equivalents at the beginning of period	10,133,887	3,323,829
Cash and cash equivalents at end of period	26,541,157	1,625,336

The accompanying notes form part of these financial statements

**CONSOLIDATED STATEMENT OF CHANGES IN EQUITY  
FOR THE HALF-YEAR ENDED 30 JUNE 2020**

**Consolidated**

	<b>Issued Capital</b> \$	<b>Share Option Premium Reserve</b> \$	<b>Accumulated Losses</b> \$	<b>Total Equity</b> \$
<b>At 1 January 2020</b>	72,479,184	23,615,178	(71,299,169)	24,795,193
Loss for the period	-	-	(170,249)	(170,249)
<b>Total comprehensive loss for the period</b>	-	-	(170,249)	(170,249)
<b>Issued capital</b>	20,400,000	-	-	20,400,000
<b>Capital raising costs</b>	(804,547)	-	-	(804,547)
<b>At 30 June 2020</b>	92,074,637	23,615,178	(71,469,418)	44,220,397
<b>At 1 January 2019</b>	60,711,242	23,268,278	(70,897,368)	13,082,152
Loss for the period	-	-	(316,550)	(316,550)
<b>Total comprehensive loss for the period</b>	-	-	(316,550)	(316,550)
<b>At 30 June 2019</b>	60,711,242	23,268,278	(71,213,918)	12,765,602

The accompanying notes form part of these financial statements



## **NOTES TO THE FINANCIAL STATEMENTS FOR THE HALF-YEAR ENDED 30 JUNE 2020**

### **NOTE 1: CORPORATE INFORMATION**

The financial report of Legend Mining Limited (the Company) for the half-year ended 30 June 2020 was authorised for issue in accordance with a resolution of the Directors on 26 August 2020.

Legend Mining Limited is a company incorporated and domiciled in Australia whose shares are publicly traded on the Australian Securities Exchange.

The nature of the operations and principal activities of the Group are exploration for nickel and copper deposits in Australia.

### **NOTE 2: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

The half-year financial report does not include all notes of the type normally included within the annual financial report and therefore cannot be expected to provide as full an understanding of the financial performance, financial position and financing and investing activities of the consolidated entity as the full financial report.

The half-year financial report should be read in conjunction with the Annual Financial Report of Legend Mining Limited for the year ended 31 December 2019.

It is also recommended that the half-year financial report be considered together with any public announcements made by Legend Mining Limited and its controlled entities during the half-year ended 30 June 2020 in accordance with the continuance disclosure obligations arising under the Corporations Act 2001.

#### **(a) Basis of preparation**

The half-year financial report is a general-purpose financial report, which has been prepared in accordance with the requirements of the Corporations Act 2001 and AASB 134 Interim Financial Reporting. The half-year financial report has been prepared on a historical cost basis except for certain financial instruments, which have been measured at fair value.

The half-year financial report is presented in Australian dollars and all values are expressed as whole dollars.

For the purpose of preparing the half-year financial report, the half-year has been treated as a discreet reporting period.

#### **(b) New Standards, interpretations and amendments adopted by the Group**

The accounting policies adopted in the preparation of the interim consolidated financial statements are consistent with those followed in the preparation of the Group's annual consolidated financial statements for the year ended 31 December 2019, except for the adoption of new standards effective as of 1 January 2020. The Group has not early adopted any other standard, interpretation or amendment that has been issued but is not yet effective.

#### **(c) Estimates**

The preparation of the half-year financial report requires management to make judgements, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets and liabilities, income and expense. Actual results may differ from these estimates.

**NOTES TO THE FINANCIAL STATEMENTS  
FOR THE HALF-YEAR ENDED 30 JUNE 2020**

**NOTE 3: REVENUE AND EXPENSES**

	<b>CONSOLIDATED</b>	
	<b>30 Jun 2020</b>	<b>30 Jun 2019</b>
	<b>\$</b>	<b>\$</b>
<b>Revenues and expenses from continuing operations</b>		
<b>(a) Finance Revenue</b>		
Bank interest received and receivable	71,027	31,545
Interest on Jindal receivable (refer note 7(a))	44,774	60,000
	115,801	91,545
<b>(b) Other Income</b>		
ATO Cashflow boost	62,500	-
Net gain/(loss) on sale of financial assets	(23,094)	-
	39,406	-
<b>(c) Employee Benefits Expense</b>		
Salaries, on-costs and other employee benefits	77,613	143,835
	77,613	143,835
<b>(d) Other Expenses</b>		
Depreciation - office	1,611	1,276
Depreciation – office	21,814	13,774
Financial expenses - office	1,386	-
Other	(6,031)	-
	18,780	15,050

**NOTE 4: EARNINGS/(LOSS) PER SHARE**

	<b>CONSOLIDATED</b>	
	<b>30 Jun 2020</b>	<b>30 Jun 2019</b>
	<b>\$</b>	<b>\$</b>
<b>(a) Earnings used in the calculation of basic earnings/(loss) per share</b>		
Net loss attributable to ordinary equity holders of Legend Mining Limited	(170,249)	(316,550)
<b>(b) Weighted average number of shares on issue during the financial period used in the calculation of basic earnings/(loss) per share</b>		
	2,787,530,333	2,044,350,801
<b>Weighted average number of ordinary shares on issue used in the calculation of diluted earnings/(loss) per share</b>		
	2,787,530,333	2,044,350,801

**(c) Information on the classification of options**

For the half year ended 30 June 2020, all options on issue were dilutive as the various exercise prices were all lower than the average market price of the Company's shares during the year. This has resulted in the diluted earnings per share being different from the basic earnings per share. These options could potentially dilute basic earnings per share in the future. The number of dilutive potentially issuable ordinary shares at 30 June 2020 is 377,111,111 (30 June 2019: 238,000,000).

## NOTES TO THE FINANCIAL STATEMENTS FOR THE HALF-YEAR ENDED 30 JUNE 2020

### NOTE 5: SEGMENT INFORMATION

AASB 8 requires operating segments to be identified on the basis of internal reports that are used by the chief operating decision maker ("CODM") in order to allocate resources to the segment and to assess its performance. The CODM of the Group is the Board of Directors.

The Group has identified its operating segments based on the internal reports that are provided to the CODM on a regular basis. The Group has one reportable segment being exploration and evaluation activities in Australia.

### NOTE 6: CASH AND CASH EQUIVALENTS

	<b>CONSOLIDATED</b>	
	<b>30 Jun 2020</b>	<b>31 Dec 2019</b>
	<b>\$</b>	<b>\$</b>
Cash at bank and in hand	1,541,157	633,887
Term deposits	25,000,000	9,500,000
Total cash and cash equivalents	26,541,157	10,133,887

### NOTE 7: TRADE AND OTHER RECEIVABLES

	<b>CONSOLIDATED</b>	
	<b>30 Jun 2020</b>	<b>31 Dec 2019</b>
	<b>\$</b>	<b>\$</b>
<b>Current</b>		
Jindal receivable (a)	44,774	282,658
Other receivable (b)	133,178	50,813
	177,952	333,471
<b>Jindal receivable</b>		
Receivable from Jindal Mining and Exploration Limited (a)	2,294,774	2,537,658
Provision for Jindal receivables	(2,250,000)	(2,255,000)
	44,774	282,658

Terms and conditions relating to the above financial instruments:

(a) On 4 January 2017, the Company announced that it had received a request from Jindal Steel and Power (Mauritius) Limited ("Jindal") to consider a further deferral of the payment of the final amount of \$3 million owing to Legend from the sale of the Cameroon Iron Ore project. At that time, Legend agreed to this request in principle, and expected to report to the ASX as soon as an agreement of new payment terms was reached.

On 6 May 2019, Legend and Jindal agreed to a payment schedule for the final amount of \$3 million owing to Legend from the sale of the Cameroon Iron Ore project. Three payments of \$250,000 were received between October 2019 and January 2020. Since January 2020 and following the disruption caused by the COVID-19 outbreak, no payments of interest and principal were received.

Subsequent to 30 June 2020 the Company has agreed to a further reschedule of payments due to the severity and ongoing disruption caused by COVID-19. This will see periodic repayments of \$250,000 (plus interest) starting November 2020 and finishing in March 2022, with interest paid quarterly. The March 2020 and June 2020 quarters' interest of \$44,774 in aggregate was received from Jindal on 28 July 2020. The provision has not been adjusted in the absence of further evidence of recoverability.

(b) Other receivables are interest accruals on Term Deposits.

**NOTES TO THE FINANCIAL STATEMENTS  
FOR THE HALF-YEAR ENDED 30 JUNE 2020**

**NOTE 8: OTHER FINANCIAL ASSETS**

	<b>CONSOLIDATED</b>	
	<b>30 Jun 2020</b>	<b>31 Dec 2019</b>
	<b>\$</b>	<b>\$</b>
<b>Current</b>		
Share in S2 Resources Limited - at fair value (c)	-	98,273
Security Bond (a)	50,000	50,000
	50,000	148,273
<b>Non-current</b>		
Rental property bond (b)	5,775	5,775

The equity investments are all classified as financial assets at fair value through profit and loss. The market value of all equity investments represent the fair value based on quoted prices on active markets (ASX) as at the reporting date without any deduction for transaction costs. These investments are classified as Level 1 financial instruments. There have been no transfers between levels of the fair value hierarchy used in measuring the fair value of these financial instruments, or changes in its classification as a result of a change in the purpose or use of these assets.

- a) Security Bond - bank deposit held as security for credit cards. At 30 June 2020, this deposit is held on term deposit for 5 months and 28 days with an interest rate of 0.90% per annum maturing on 21 December 2020.
- b) Rental Property Bond – this bond relates to a rental property in Kalgoorlie WA. No interest is received on this bond.
- c) S2 Resources Limited Shares sold during the period.

**NOTE 9: PROPERTY, PLANT AND EQUIPMENT**

	<b>CONSOLIDATED</b>	
	<b>30 Jun 2020</b>	<b>31 Dec 2019</b>
	<b>\$</b>	<b>\$</b>
Cost	523,851	315,329
Accumulated depreciation	(259,227)	(230,552)
Net carrying amount	264,624	84,777
<b>Movement</b>	<b>6 Months Ended 30 Jun 2020</b>	<b>6 Months Ended 30 Jun 2019</b>
	<b>\$</b>	<b>\$</b>
Opening net carrying amount	84,777	109,099
Additions	208,522	7,500
Depreciation expense - Admin	(1,611)	(15,050)
Depreciation expense - Exploration	(27,064)	-
Closing net carrying amount	264,624	101,549

**NOTES TO THE FINANCIAL STATEMENTS  
FOR THE HALF-YEAR ENDED 30 JUNE 2020**

**NOTE 10: DEFERRED EXPLORATION ASSETS**

	<b>CONSOLIDATED</b>	
	<b>30 Jun 2020</b>	<b>31 Dec 2019</b>
	<b>\$</b>	<b>\$</b>
Deferred exploration costs	18,356,015	14,622,473
	<b>6 Months Ended</b>	<b>6 Months Ended</b>
	<b>30 Jun 2020</b>	<b>30 Jun 2019</b>
	<b>\$</b>	<b>\$</b>
<b>(a) Deferred exploration and evaluation assets</b>		
At 1 January, at cost	14,622,473	10,012,564
Expenditure incurred during the period	3,733,542	1,231,158
Reimbursement of exploration expenditure - R&D Rebate	-	-
At 30 June, at cost	(i) 18,356,015	11,243,722

**Note:**

- (i) The future recoverability of capitalised exploration and evaluation expenditure is dependent on a number of factors, including whether the Group decides to exploit the related lease itself or, if not, whether it successfully recovers the related exploration and evaluation asset through sale.

**NOTE 11: TRADE AND OTHER PAYABLES**

	<b>30 Jun 2020</b>	<b>31 Dec 2019</b>
	<b>\$</b>	<b>\$</b>
<b>Current – unsecured</b>		
Trade payables (i)	590,947	230,465
Other payables and accruals (ii)	318,951	67,234
	909,898	297,699

Terms and conditions relating to the above financial instruments

- (i) Trade payables are non-interest bearing and normally settled on 30 day terms.  
(ii) Other payables are non-interest bearing and normally settled as they fall due.

**NOTE 12: CONTRIBUTED EQUITY**

	<b>CONSOLIDATED AND COMPANY</b>	
	<b>30 Jun 2020</b>	<b>31 Dec 2019</b>
	<b>\$</b>	<b>\$</b>
<b>Ordinary shares</b>		
Issued and fully paid	96,185,375	75,785,375
Issue costs	(4,110,738)	(3,306,191)
	92,074,637	72,479,184
<b>Movement in ordinary shares on issue</b>	<b>30 June 2020</b>	<b>30 June 2020</b>
	<b>No. of Shares</b>	<b>\$</b>
At 1 January 2020	2,372,128,578	72,479,184
Conversion of Options – Musgrave Minerals (May 2020)	10,000,000	400,000
Share Placement – Creasy, IGO and Euroz Securities (June 2020)	142,857,143	20,000,000
Costs of Placement	-	(804,547)
At 30 June 2020	2,524,985,721	90,074,637

Fully paid ordinary shares carry one vote per share and carry the right to dividends.

## **NOTES TO THE FINANCIAL STATEMENTS FOR THE HALF-YEAR ENDED 30 JUNE 2020**

### **NOTE 13: SHARE-BASED PAYMENTS**

During the 2020 half-year there were no share-based payment transactions.

### **NOTE 14: COMMITMENTS**

#### **(a) Exploration expenditure commitments**

In order to maintain current rights of tenure to exploration tenements, the Group will be required to outlay approximately \$2,207,500 (2019: \$1,357,500) in the following twelve months in respect of tenement lease rentals and to meet minimum expenditure requirements of the Department of Mines, Industry Regulation and Safety. These obligations are expected to be fulfilled in the normal course of operations and have not been provided for in the financial report.

### **NOTE 15: CONTINGENT LIABILITIES**

There are no contingent liabilities at the reporting date.

### **NOTE 16: EVENTS AFTER THE BALANCE SHEET DATE**

No matters or circumstances have arisen since the end of the half-year to the date of this report which have significantly affected, or may significantly affect, the operations of the consolidated entity, the results of those operations or the state of affairs of the consolidated entity.

### **NOTE 17: DIVIDENDS PAID AND PROPOSED**

No dividends were paid or proposed this financial period.

### **NOTE 18: FAIR VALUES**

The carrying amounts of the Group's financial assets and financial liabilities at 30 June 2020 and 31 December 2019 are reasonable approximations of their fair values at those dates.

Management assessed that cash and cash equivalents, trade and other receivables, and trade and other payables approximate their carrying amounts largely due to the short-term maturities of these instruments.

There have been no transfers between Level 1 and Level 2 during the period.

The fair value of the financial assets is included at the amount at which the instrument could be exchanged in a current transaction between willing parties, other than in a forced or liquidation sale.

Fair value of the quoted equity instruments is based on price quotations at the reporting date.

## DIRECTORS' DECLARATION

In accordance with a resolution of the directors of Legend Mining Limited, I state that:

In the opinion of the Directors:

- a) the financial statements and notes, of the consolidated entity, are in accordance with the Corporations Act 2001, including;
  - i. Giving a true and fair view of the consolidated entity's financial position as at 30 June 2020 and its performance for the period ended on that date; and
  - ii. Complying with Accounting Standard AASB 134 Interim Financial Reporting and the Corporations Regulations 2001; and
- b) there are reasonable grounds to believe that the Company will be able to pay its debts as and when they become due and payable.

On behalf of the Board.

A handwritten signature in black ink, appearing to read 'M. Wilson', followed by a long horizontal line that curves slightly upwards at the end.

---

**Mark Wilson**  
**Managing Director**

**Dated this 26th day of August 2020**

# AUDITOR'S INDEPENDENCE DECLARATION



Ernst & Young  
11 Mounts Bay Road  
Perth WA 6000 Australia  
GPO Box M939 Perth WA 6843

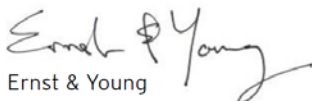
Tel: +61 8 9429 2222  
Fax: +61 8 9429 2436  
ey.com/au


## Auditor's Independence Declaration to the Directors of Legend Mining Limited

As lead auditor for the review of the half-year financial report of Legend Mining Limited for the half-year ended 30 June 2020, I declare to the best of my knowledge and belief, there have been:

- a) no contraventions of the auditor independence requirements of the *Corporations Act 2001* in relation to the review; and
- b) no contraventions of any applicable code of professional conduct in relation to the review.

This declaration is in respect of Legend Mining Limited and the entities it controlled during the financial period.

  
Ernst & Young



Darryn Hall  
Partner  
26 August 2020

A member firm of Ernst & Young Global Limited  
Liability limited by a scheme approved under Professional Standards Legislation



# AUDITOR'S REVIEW REPORT



Ernst & Young  
11 Mounts Bay Road  
Perth WA 6000 Australia  
GPO Box M939 Perth WA 6843

Tel: +61 8 9429 2222  
Fax: +61 8 9429 2436  
ey.com/au

## Independent Auditor's Review Report to the Members of Legend Mining Limited

### Report on the Half-Year Financial Report

#### Conclusion

We have reviewed the accompanying half-year financial report of Legend Mining Limited (the Company) and its subsidiaries (collectively the Group), which comprises the consolidated statement of financial position as at 30 June 2020, the consolidated statement of comprehensive income, consolidated statement of changes in equity and consolidated statement of cash flows for the half-year ended on that date, notes comprising a summary of significant accounting policies and other explanatory information, and the directors' declaration.

Based on our review, which is not an audit, nothing has come to our attention that causes us to believe that the half-year financial report of the Group is not in accordance with the *Corporations Act 2001*, including:

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

#### Directors' Responsibility for the Half-Year Financial Report

The directors of the Company 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, anything has come to our attention that causes us to 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 Group's consolidated financial position as at 30 June 2020 and its consolidated financial 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 the Group, 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.

A member firm of Ernst & Young Global Limited  
Liability limited by a scheme approved under Professional Standards Legislation

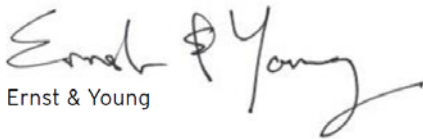
# AUDITOR'S REVIEW REPORT



**Building a better  
working world**

## Independence

In conducting our review, we have complied with the independence requirements of the *Corporations Act 2001*.



Ernst & Young



Darryn Hall  
Partner  
Perth  
26 August 2020