



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

Sharon Heng

Managing Director

Phone: +61 8 9421 2005

ASX Codes: LCY

LEVEL 5, CITIBANK HOUSE
37 ST GEORGES TERRACE
PERTH WA 6000

PO BOX 5768
ST GEORGES TERRACE WA 6831

Phone: +61 8 9421 2005

Fax: +61 8 9421 2001

Email: info@legacyiron.com.au

Web: www.legacyiron.com.au

LEGACY IRON ORE ANNOUNCES NON-RENOUNCEABLE ENTITLEMENT OFFER TO FUND GROWTH

HIGHLIGHTS

- Legacy Iron announces a 3 for 4 non-renounceable Entitlement Offer of new Legacy Iron Ore ordinary shares ("New Shares") at an offer price of 5.7 cents per New Share.
- Total funds of approximately \$25 million before offer costs to be raised upon full subscription.
- Legacy Iron to pursue exploration and development program across its broader asset portfolio including iron ore, coal and other assets as well as to evaluate options to acquire other value-accretive assets.
- Legacy Iron to advance discussions with joint venture partner Hawthorn Resources to focus on the strategy for the development of the Mt Bevan Project.
- BurnVair Corporate Finance Limited appointed Lead Manager to the capital raising.

OVERVIEW

Australian iron ore, coal, gold, manganese, base metals and precious metals explorer Legacy Iron Ore Limited (ASX: LCY) (**Legacy Iron**) is pleased to announce a 3 for 4 pro rata non-renounceable entitlement offer ("Entitlement Offer").

Proceeds from the Entitlement Offer will be applied towards further exploration and development work across Legacy Iron's iron ore and coal exploration permits and other assets. In addition, Legacy Iron continues to evaluate value-accretive opportunities in the current market. Legacy Iron and its joint venture partner Hawthorn Resources are engaged in discussions regarding the development of the Mt Bevan Project.

ENTITLEMENT OFFER

Legacy Iron will launch a 3 for 4 non-renounceable Entitlement Offer of New Shares at 5.7 cents per New Share, to raise up to approximately \$25 million before offer costs.

Eligible shareholders will be offered the opportunity to purchase 3 New Shares for every 4 existing Legacy Iron ordinary shares held by them on the Record Date of 12 July 2013¹.

The Offer Price is **5.7 cents** per New Share. This represents a **6.7%** discount to the average closing market price over the last 10 trading days on which Legacy Iron ordinary shares traded and a **12.2%** discount to the average closing market price over the last 20 trading days on which Legacy Iron ordinary shares traded.

The Entitlement Offer will be made pursuant to a prospectus to be lodged with ASIC shortly (the "Entitlement Offer Prospectus").

The Entitlement Offer is non-renounceable. The Board encourages all eligible shareholders to participate in the Entitlement Offer. Entitlements for those eligible shareholders who do not elect to participate in the Entitlement Offer will lapse once the Offer closes. The Board reserves the right to place any shortfall that may arise at the completion of the Entitlement Offer.

If the Entitlement Offer is fully subscribed, the number of ordinary shares issued by Legacy Iron shall increase from approximately 581.3 million shares to 1,017.3 million shares.

TIMETABLE

The indicative timetable for the Entitlement Offer is set out below. The timetable will be confirmed upon lodgement of the Entitlement Offer Prospectus with ASIC and ASX.

Indicative Timetable for Entitlement Offer:

Announce non-renounceable Entitlement Offer	20 June 2013
Lodgement of Entitlement Offer Prospectus with ASIC and ASX	27 June 2013

¹ The date specified is indicative only. The timetable will be confirmed upon lodgement of the Entitlement Prospectus with ASIC and ASX.

Notice of Entitlement Offer sent to Shareholders	28 June 2013
Ex Date for Entitlements Issue	8 July 2013
Record Date for determining Shareholder entitlements	12 July 2013
Entitlement Offer Prospectus despatched to Shareholders	15 July 2013
Closing Date of Entitlement Offer	31 July 2013
Shares quoted on a deferred settlement basis	1 August 2013
Notify ASX of Shortfall	5 August 2013
Issue date. Deferred settlement trading ends	7 August 2013

For further information, please contact:

Benjamin Donovan

Company Secretary

Legacy Iron Ore Limited

Phone: +61 (8) 9421 2005

Fax: +61 (8) 9421 2001

Email: bendonovan@legacyiron.com.au

Website: www.legacyiron.com.au