



Hyatt Centre Suite 32, 23 Plain Street, East Perth, WA 6004
PO Box 6878, East Perth BC, East Perth, WA 6892
Tel: +61 8 9421 2005 Fax: +61 8 9421 2001
ACN 125 010 353

6 October 2009

The Company Announcements Office
Australian Securities Exchange

Via E Lodgement

NOTIFICATION OF CHANGE TO OPTION EXERCISE PRICES

Legacy Iron Ore Limited ("Legacy" or the "Company") wishes to advise that following the underwritten non-renounceable rights issue, and in compliance with ASX Listing Rule 3.11.2 and 6.22.2, the exercise price of the Company's options will change as follows with effect from Wednesday 14 October 2009:

Number	Class	Current Exercise price	New Exercise Price
12,975,572	Quoted options exercisable on 7 January 2012	\$0.25	\$0.2229
26,180,000	Unlisted options exercisable on 7 January 2012	\$0.25	\$0.2229
28,000,000	Unlisted piggyback options expiring on or before 7 January 2013*	\$0.25	\$0.2229

* In the event that a piggyback option is exercised the holder will be issued a second option. The second option exercise price will also be reduced to \$0.2229, exercisable on or before 7 January 2014.

In addition, the Company will have 10,000,000 unlisted options exercisable at \$0.10 on or before 31 December 2012, which were issued as consideration to the Underwriters of the rights issue.

The Company will lodge an Appendix 3B with the revised options terms following dispatch of the rights issue shares on Friday 9 October 2009.

Yours faithfully,
LEGACY IRON ORE LIMITED

Ivan Wu
Company Secretary

For more information, please contact

Ivan Wu

Legacy Iron Ore Limited

T: 08 9421 2005

E: ivanwu@legacyiron.com.au

Website: www.legacyiron.com.au