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29 April 2009

The Company Announcements Office
ASX Limited

Via E Lodgement

REPORT FOR THE QUARTER ENDED 31 MARCH 2009

Please find attached the Company's Quarterly Report Highlights and Appendix 5B for the quarter ended 31 March 2009.

Yours faithfully
LEGACY IRON ORE LIMITED

Ivan Wu
Company Secretary

For more information, please contact

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COMPANY HIGHLIGHTS

CORPORATE

- During the quarter, 5,970,000 ordinary shares and 1,820,000 options commenced quotation on the ASX, following the lifting of the escrow restrictions.
- Mr Timothy Turner was elected as the Non-Executive Chairperson. Ms Sharon Heng remains as an Executive Director and Chief Executive Officer of the Company.

EXPLORATION

Legacy Iron Ore is a progressive West Australian explorer with a broad spread of interests in gold and iron ore. The company has a multi-pronged exploration strategy centred around a growing portfolio of quality tenements in the Kimberley, Pilbara, and Yilgarn regions of WA. The company has recently intensified its gold program to fast-track potentially viable mining operations and capitalise on buoyant commodity prices. Legacy is currently looking to capitalise on new opportunities, principally in gold and iron ore.

IRON ORE

The Company has two key iron ore projects in the Pilbara region of Western Australia (Figure 1), covering an area of 851km². Both projects are proximal to existing iron ore resources.

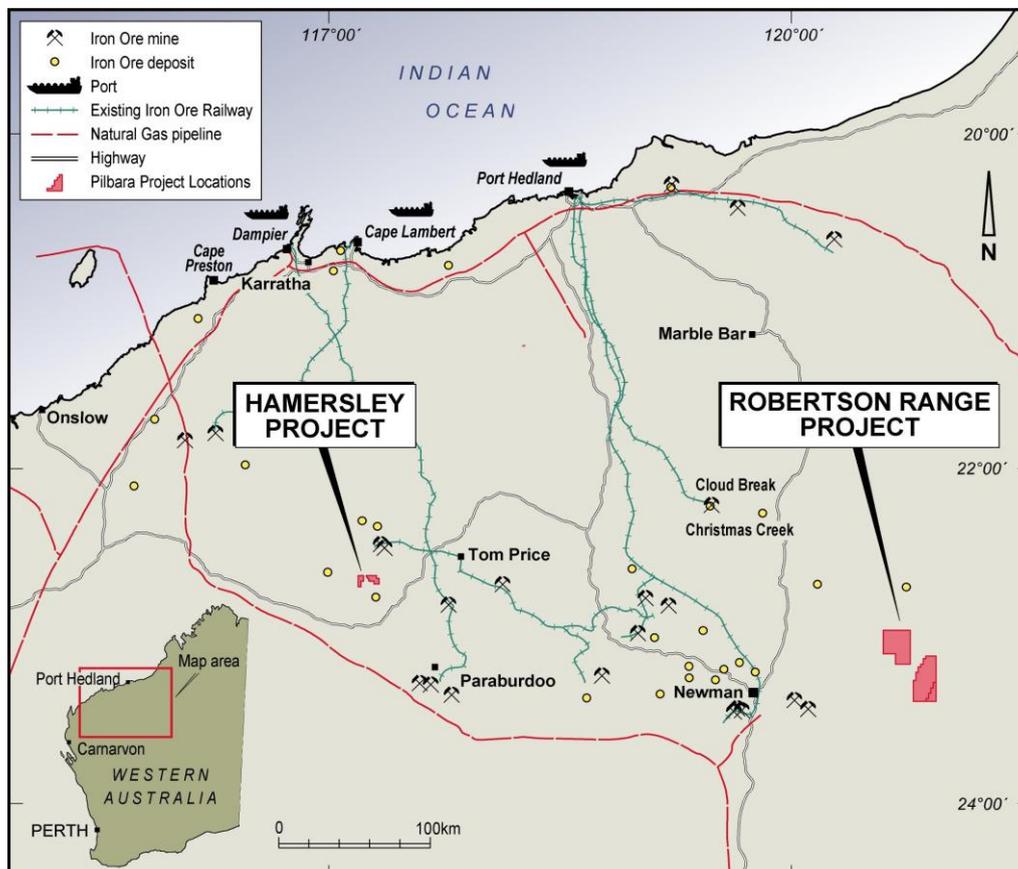


Figure 1: Legacy's Iron Ore Project Location Plan

Robertson Range Iron Project

The Robertson Range Project consists of three Exploration Licences - E45/3394 / E45/3395 and E46/818, all of which are currently under application (Figure 1). The tenements are prospective for iron ore and manganese. The projects are located 100 - 120km east-north-east of Newman and near the Jigalong Community in the East Pilbara region of Western Australia and cover an area of 798.6 km².

Legacy conducted a reconnaissance rock chip sampling program during the quarter and field checked nine of the fourteen iron ore targets identified from the high resolution satellite imagery. The program confirmed the presence of massive goethite and lesser hematite on eight of the nine targets field checked. Assays for the samples are pending. Previous rock chip samples have returned assays to 55.2% Fe. These series of anomalies form topographic highs and are outcropping at surface.

Considerable exploration activity by major and junior companies is continuing in various areas surrounding Legacy's project. Ferras released an increase to their resource base at their Robertson Range and Davidson Creek projects, comprising 164.4Mt at 58.6% Fe (located to 30km to 39km to the south-west and west of the project area (*17 April 2009 ASX announcement - FRS*)).

The Company has embarked on the first phase of exploration of E46/818 with the acquisition of high resolution Quickbird satellite imagery and the processing the recently acquired LandSat satellite imagery. A full review of open file data surrounding the tenement will be conducted in the next quarter. The aim is to identify iron and manganese anomalies on the tenement. The tenement sits 5km to the east of the Balfour Downs manganese locality.

Hamersley Iron Project

Legacy holds two granted tenements in the Hamersley Iron province covering an area of 52.3km². Legacy is planning a field reconnaissance visit to conduct mapping and rock chip sampling. The key focus areas are the ten iron rich targets on the tenement, some under shallow colluvial cover, identified from satellite imagery. The tenements are prospective for goethite-hematite channel iron deposits as tributaries into the significant Beasley River channel iron deposit which abuts the project area.

GOLD

The Company has two key focus areas for gold in the South Laverton area, a highly endowed corridor in the Eastern goldfields and in the prospective East Kimberley region, both in Western Australia.

South Laverton Gold Project

Legacy expanded its gold portfolio this quarter with the acquisition of the South Laverton exploration project from Jackson Minerals Limited. The purchase includes between 80% and 100% equity in approximately 533 km² of exploration tenure which complements Legacy's existing 51km² tenure under application in the region. The project is located 125 km north-east of Kalgoorlie (Figure 2) and is in a world class mining district. The project contains two inferred gold resources of 44,500 ounces and is close to the Wallbrook Hill gold project (544,000 ounces), which was sold by Jackson Minerals to Saracen Mineral Holdings in 2007.

Legacy's plans are to build a strong gold portfolio with the aim of defining new and upgrading existing resources, with the view of taking them to feasibility quickly. The South Laverton tenement portfolio is highly prospective because of its location in a proven mining district, where more than 2.1 million ounces of gold had been defined on adjacent properties.

The tenements are largely under explored and at least 25 targets have been identified in three distinct tectonic environments, namely the Murrin-Margaret Sector, Laverton Tectonic Zone and Keith Kilkenny Tectonic Zone. Legacy believes that the project area is highly prospective for the definition of further resources as the vicinity offers a full suite of prospects, from grass roots to advanced targets.

A review of available data has identified numerous untested conceptual targets; large scale, low level geochemical and RAB anomalies; some open bedrock mineralisation and two low grade Inferred resources. These tenements give Legacy a much greater chance of exploration success in a favourable commodity and security, with a broad strategic tenement package in mineralised corridors.

Legacy's tenure is focussed on a strategic portion of the well mineralised Wallbrook - Porphyry trend in the Edjudina Mining Centre, an area along strike from the Mulgabbie Mining Centre and a region within the Yerilla – Mount Remarkable Mining area.

The South Laverton gold project has two resources delineated at Yerilla (Bull Terrier) and Yilgangi (Golden Rainbow) with the resource inventory totalling 731,600t at 1.89 g/t Au for 44,500 oz. The Bull Terrier Deposit has an Inferred Resource of 527,000t at 1.92g/t for 32,500oz (at a 1g/t cut-off) and at Golden Rainbow, a near surface oxide resource has an Inferred Resource of 204,600t at 1.83g/t for 12,000oz (at a 1g/t cut-off). Significant infrastructure has been developed in the region in the last six years following the discovery and development of the Carosue Dam Operations. This Operation and associated infrastructure, and a large landholding in the area, are owned by Saracen. The 2.4 Mtpa plant is currently under care and maintenance following production of 800,000 ounces between November 2000 and June 2005. Saracen is currently finalising a definitive feasibility study for the re-commissioning of the Carosue Plant.

Overall, the lease package has a series of early stage (grass roots) to advanced stage (resources) targets and these provide a platform for growth in area with high exploration potential.

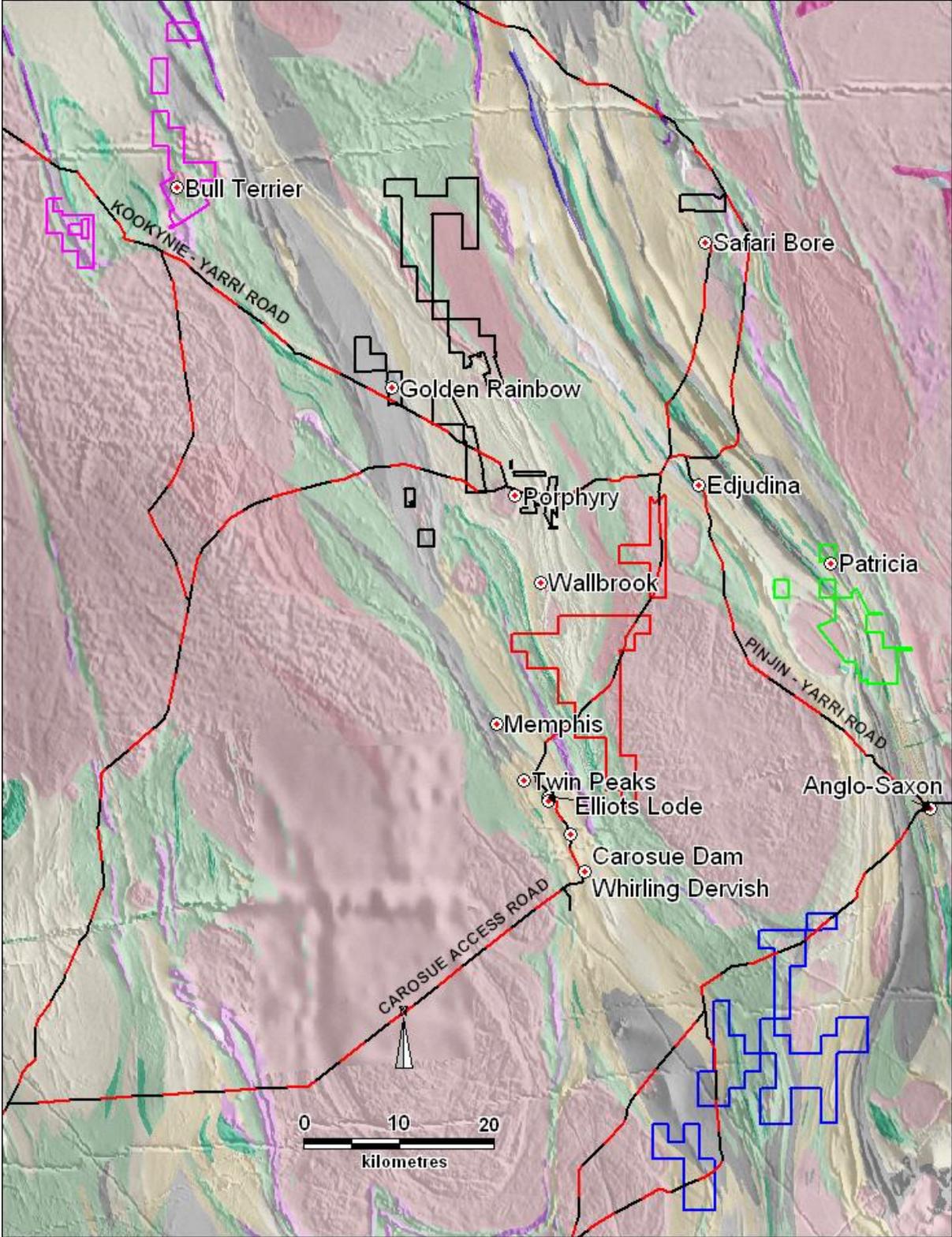


Figure 2: South Laverton tenement portfolio draped over geology and grey-scale aeromagnetics.

East Kimberley Project

The East Kimberley Project tenements are located in the Halls Creek area. Halls Creek occurs 347 kilometres south of Kununurra and is readily accessible via the sealed Great Northern Highway. Currently, Legacy has four granted tenements and three tenements under application, covering an area of 370 km² in this highly prospective area for gold and base metal mineralisation (Figure 3).

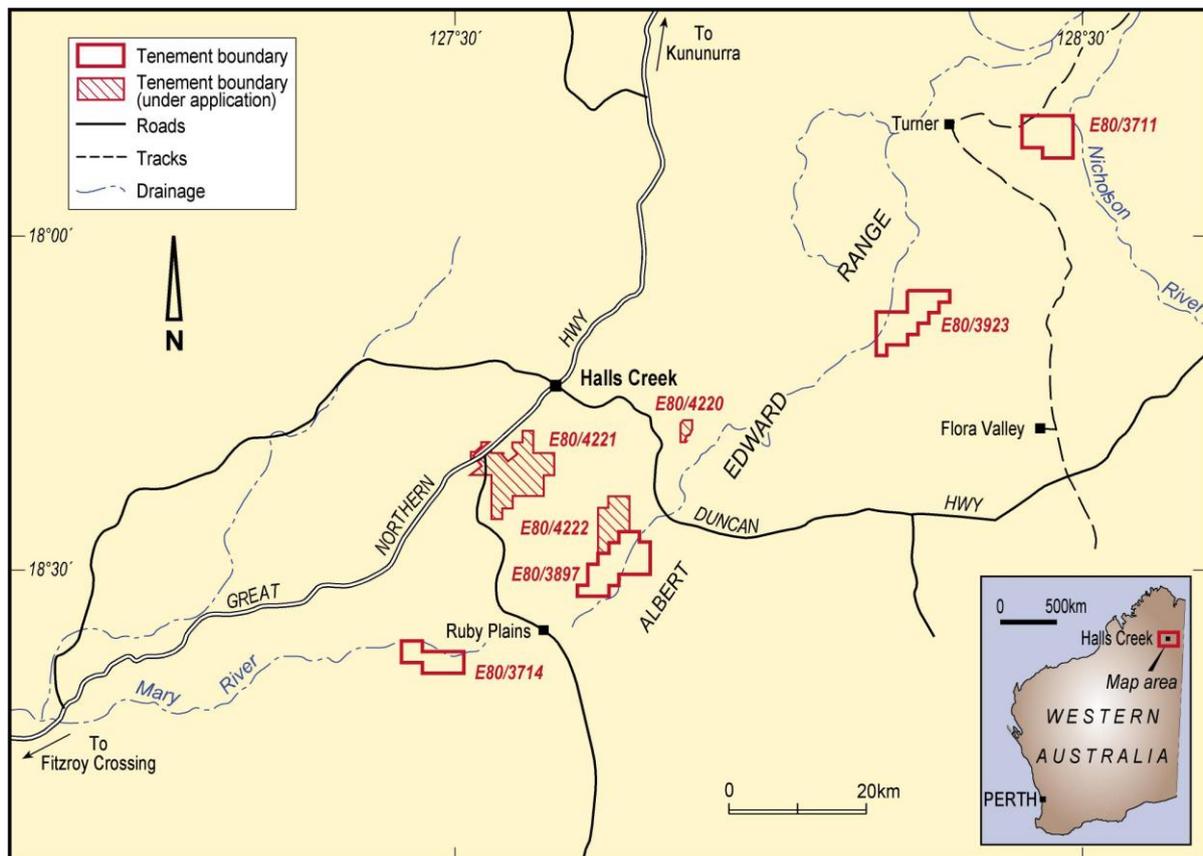


Figure 3: East Kimberley Project Location Map

The Company has been active in applying for further tenements in the area and recently applied for E80/4221 over the Baily Range. The Baily Range project covers an area of 97 km² and is located 25 km southwest of Halls Creek. Previous explorers have identified broad soil geochemical anomalies of several kilometres in length. Rock chip sampling of stock work quartz veins have returned values of up to 9.2 g/t gold within these anomalous zones. Existing drilling has identified broad low grade intervals including 20m at 0.5 g/t and 9m at 1 g/t gold. Numerous low level soil anomalies require RAB testing in the same stratigraphic horizon that hosts mineralisation at the Palm Springs gold mine. Legacy has sourced detailed aerial magnetic and radiometrics survey data (Figure 4). A full review of the available datasets with follow up targeting and ranking is planned.

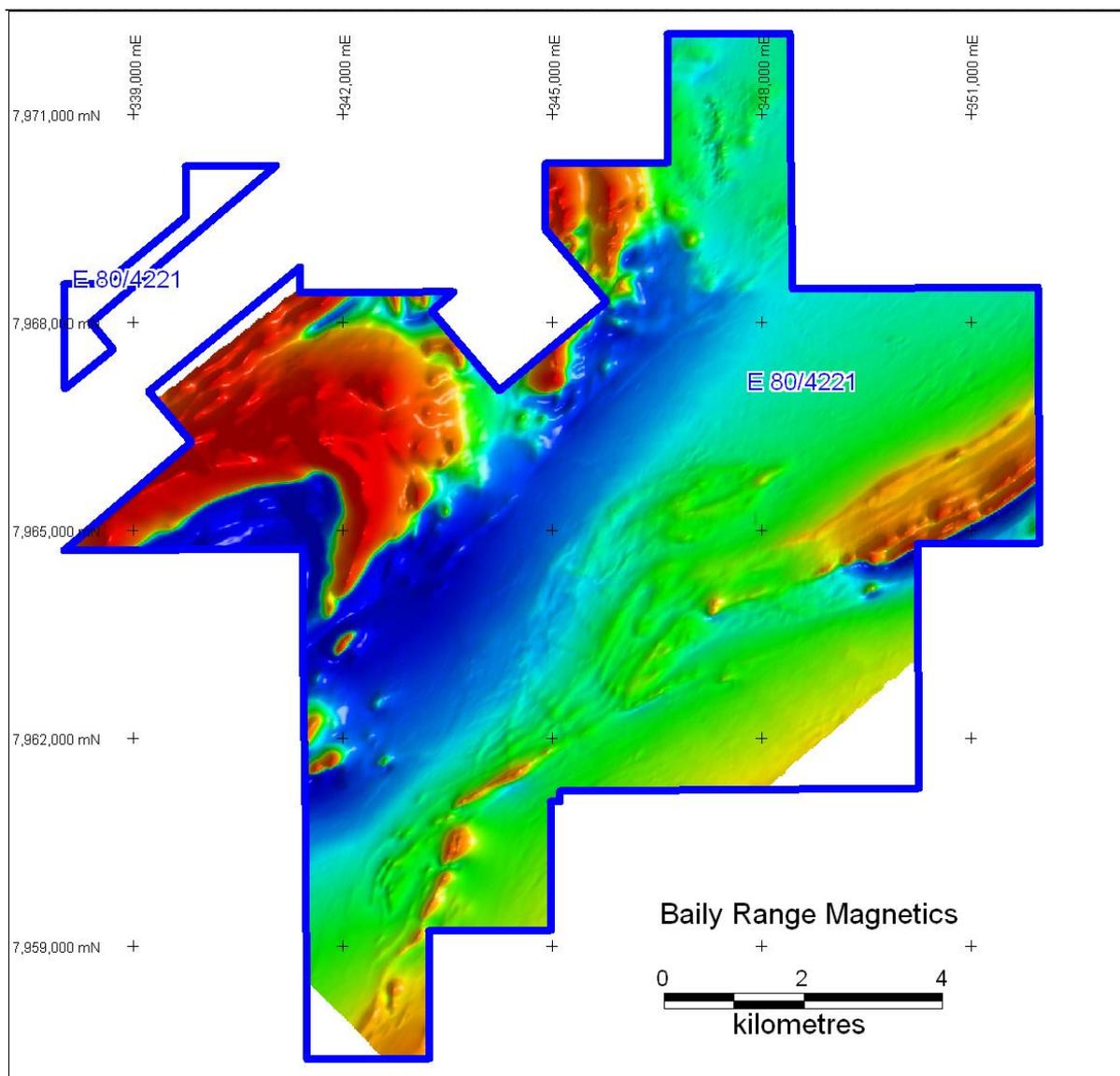


Figure 4: Baily Range - Total Magnetic Intensity

Project Review

Legacy has evaluated numerous projects during the quarter, predominantly in Western Australia covering gold and iron ore. The company is looking at capitalising on acquisition opportunities.

Yours faithfully
LEGACY IRON ORE LIMITED

Sharon Heng
Chief Executive

For more information, please contact

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Competent Persons Attributes:

The Exploration information in this report is based on information compiled by D Baldwin and G Whitfield who is a member of The Australasian Institute of Mining and Metallurgy. Mr. Whitfield 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 2004 Edition of the "Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves". Mr. Whitfield consents to the inclusion in this report of the matters based on his information in the form and the context in which it appears.

Appendix 5B

Mining exploration entity quarterly report

Introduced 1/7/96. Origin: Appendix 8. Amended 1/7/97, 1/7/98, 30/9/2001.

Name of entity

LEGACY IRON ORE LIMITED	
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ABN

31 125 010 353

Quarter ended ("current quarter")

31 March 2009

Consolidated statement of cash flows

Cash flows related to operating activities	Current quarter 31 March 2009 \$A'000	Year to date (9 months) 31 March 2009 \$A'000
1.1 Receipts from product sales and related debtors	-	-
1.2 Payments for (a) exploration and evaluation	(221)	(732)
(b) development	-	-
(c) production	-	-
(d) administration	(227)	(971)
1.3 Dividends received	-	-
1.4 Interest and other items of a similar nature received	21	120
1.5 Interest and other costs of finance paid	(3)	(11)
1.6 Income taxes paid	-	-
1.7 Other (provide details if material)	-	-
Net Operating Cash Flows	(430)	(1,594)
Cash flows related to investing activities		
1.8 Payment for purchases of: (a) prospects	(100)	(280)
(b) equity investments	-	-
(c) other fixed assets	-	(61)
1.9 Proceeds from sale of: (a) prospects	-	-
(b) equity investments	-	-
(c) other fixed assets	-	-
1.10 Loans to other entities	-	-
1.11 Loans repaid by other entities	-	-
1.12 Other (provide details if material)	-	-
Net investing cash flows	(100)	(341)
1.13 Total operating and investing cash flows (carried forward)	(530)	(1,935)

	Current quarter \$A'000	Year to date \$A'000
1.13 Total operating and investing cash flows (brought forward)	(530)	(1,935)
Cash flows related to financing activities		
1.14 Proceeds from application for options	-	102
1.15 Proceeds from sale of forfeited shares	-	-
1.16 Proceeds from borrowings	-	-
1.17 Repayment of borrowings	(7)	(18)
1.18 Dividends paid	-	-
1.19 Payments for capital raising costs	-	(613)
Net financing cash flows	(7)	(529)
Net increase (decrease) in cash held	(537)	(2,464)
1.20 Cash at beginning of quarter/year to date	2,229	4,156
1.21 Exchange rate adjustments to item 1.20	-	-
1.22 Cash at end of quarter	1,692	1,692

Payments to directors of the entity and associates of the directors

Payments to related entities of the entity and associates of the related entities

	Current quarter \$A'000
1.23 Aggregate amount of payments to the parties included in item 1.2	174,432
1.24 Aggregate amount of loans to the parties included in item 1.10	-

1.25 Explanation necessary for an understanding of the transactions

\$86,125 payment for executive and non-executive directors fees and salaries;
\$73,239 payment for management fees to entity related to executive director; and
\$15,068 payment for accounting fees to entity related to non-executive director.

Non-cash financing and investing activities

2.1 Details of financing and investing transactions which have had a material effect on consolidated assets and liabilities but did not involve cash flows

-

2.2 Details of outlays made by other entities to establish or increase their share in projects in which the reporting entity has an interest

-

Financing facilities available*Add notes as necessary for an understanding of the position.*

	Amount available \$A'000	Amount used \$A'000
3.1 Loan facilities	140	140
3.2 Credit standby arrangements	-	-

Estimated cash outflows for next quarter

	\$A'000
4.1 Exploration and evaluation	169
4.2 Development	-
Total	169

Reconciliation of cash

Reconciliation of cash at the end of the quarter (as shown in the consolidated statement of cash flows) to the related items in the accounts is as follows.

	Current quarter \$A'000	Previous quarter \$A'000
5.1 Cash on hand and at bank	1,692	2,229
5.2 Deposits at call	-	-
5.3 Bank overdraft	-	-
5.4 Other (provide details)	-	-
Total: cash at end of quarter (item 1.22)	1,692	2,229

Changes in interests in mining tenements

	Tenement reference	Nature of interest (note (2))	Interest at beginning of quarter	Interest at end of quarter
6.1	Interests in mining tenements relinquished, reduced or lapsed	-	-	-
6.2	Interests in mining tenements acquired or increased	-	-	-

Issued and quoted securities at end of current quarter

Description includes rate of interest and any redemption or conversion rights together with prices and dates.

	Total number	Number quoted	Issue price per security (see note 3) (cents)	Amount paid up per security (see note 3) (cents)
7.1 Preference securities <i>(description)</i>				
7.2 Changes during quarter (a) Increases through issues (b) Decreases through returns of capital, buy-backs, redemptions				
7.3 *Ordinary securities	86,620,001	24,060,001		
7.4 Changes during quarter (a) Increases through issues (b) Decreases through returns of capital, buy-backs	- -	- -		
7.5 *Convertible debt securities <i>(description)</i>	-	-		
7.6 Changes during quarter (a) Increases through issues (b) Decreases through securities matured, converted	- -	- -		
7.7 Options <i>(description and conversion factor)</i>	38,155,572 28,000,000	11,975,572 -	<i>Exercise price</i> 25 cents 25 cents	<i>Expiry date</i> 7 January 2012 7 January 2013
7.8 Issued during quarter	-	-		
7.9 Exercised during quarter	-	-		
7.10 Expired during quarter	-	-		
7.11 Debentures <i>(totals only)</i>	-	-		
7.12 Unsecured notes <i>(totals only)</i>	-	-		

Compliance statement

- 1 This statement has been prepared under accounting policies which comply with accounting standards as defined in the Corporations Act or other standards acceptable to ASX (see note 4).
- 2 This statement does give a true and fair view of the matters disclosed.



Sign here: _____
(Director/Company Secretary)

Date: 29 April 2009

Print name: **Ivan Wu**

Notes

- 1 The quarterly report provides a basis for informing the market how the entity's activities have been financed for the past quarter and the effect on its cash position. An entity wanting to disclose additional information is encouraged to do so, in a note or notes attached to this report.
- 2 The "Nature of interest" (items 6.1 and 6.2) includes options in respect of interests in mining tenements acquired, exercised or lapsed during the reporting period. If the entity is involved in a joint venture agreement and there are conditions precedent which will change its percentage interest in a mining tenement, it should disclose the change of percentage interest and conditions precedent in the list required for items 6.1 and 6.2.
- 3 **Issued and quoted securities** The issue price and amount paid up is not required in items 7.1 and 7.3 for fully paid securities.
- 4 The definitions in, and provisions of, *AASB 1022: Accounting for Extractive Industries* and *AASB 1026: Statement of Cash Flows* apply to this report.
- 5 **Accounting Standards** ASX will accept, for example, the use of International Accounting Standards for foreign entities. If the standards used do not address a topic, the Australian standard on that topic (if any) must be complied with.

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