

Monday, 23 November 2009

The Manager

ASX Announcements

Chairman's Address

Lincoln Minerals Limited Annual General Meeting

11.30am, 23 November 2009

It is with great pleasure that I, on behalf of the Board of Directors, welcome you to Lincoln Minerals Limited's 2009 Annual General Meeting.

Since listing on the ASX in March 2007, Lincoln Minerals has continued to make significant progress on its exploration program and our mission to provide capital growth through exploration, discovery, development and mining of economic mineral deposits.

In April 2009, Lincoln announced maiden Inferred Resources for its flagship Gum Flat iron ore project. The Gum Flat iron ore project is located only 20km from Port Lincoln on southern Eyre Peninsula and has benefited from recent announcements regarding the opening up of Port Lincoln for iron ore exports. This has also had a positive effect on Lincoln's share price.

The Gum Flat project has been operated under a Joint Venture Agreement with Indian iron ore mining company Mineral Enterprises Limited and its subsidiary Mineral Enterprises Australia Pty Ltd. They have now contributed in excess of \$2.5 million in exploration expenditure to earn and maintain a 40% interest in the project.

The Joint Venture with the Mineral Enterprises group has enabled Lincoln to fast-track work at Gum Flat. JORC-compliant inferred iron ore resources have been defined and they include 55 million tonnes of magnetite iron ore and 0.6 million tonnes of potentially direct shipping grade hematite. This was an important milestone for the project and for Lincoln Minerals.

A metallurgical and scoping study is now in progress on Gum Flat iron ore to generate a process flow sheet along with indicative capital and operating costs for a small iron ore mining operation. Drilling will recommence this week with the objective of defining further iron ore resources at Gum Flat and obtaining core samples for further test work.

In February 2009, the Company stepped outside of South Australia and agreed to invest in a small high grade iron ore mine in south-central Kalimantan, Indonesia. Although that project has yet to realise any iron ore production, it has the potential to generate a small income for the Company in the short term and has opened up doors to other prospects in Indonesia.

To maximise these opportunities in Indonesia and elsewhere overseas, I am pleased to announce that Lincoln Minerals has formed a subsidiary company Lincoln Asia-Pacific Limited. During the last two months Lincoln's geological management team has been examining manganese, iron sand and other iron ore projects that will form Lincoln Asia-Pacific's core assets in Indonesia. The Company is undertaking due diligence on these projects and hopes to make an announcement soon.

During 2008-2009, the Company has also had continued success with its exploration program on other projects in South Australia. The Company has outlined further uranium at Wilcherry near Kimba on north-eastern Eyre Peninsula, it has located small pods of high

grade uranium near Louth Bay on southern Eyre Peninsula and has extended the area of uranium anomalism near Kimba Gap adjacent to the Middleback Ranges.

Lincoln's geologists have also discovered vanadium mineralisation north of Port Lincoln. Vanadium is a valuable metal used in steel making. Vanadium has also been identified in conjunction with titanium at Bungalow where Lincoln Minerals has the rights to all metals except iron ore. These discoveries are in the very early stage. No recent work has been undertaken on the Company's nickel-cobalt and gold-base metal prospects at Cockabidnie but these remain promising projects for the future.

In undertaking its exploration program, the Company appreciates the significant contribution made by the local communities including traditional inhabitants, farmers and pastoralists both in Australia and in Indonesia. The Company has made good progress on in its investigations and I look forward to moving the Company towards its first mining operations and successful delineation of further economic mineral deposits.

Finally, I would like to thank all our staff and my fellow directors for their support and enthusiasm during the year.

Richard Ryan AO

Chairman

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