



LINCOLN MINERALS LIMITED

ABN 50 050 117 023

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20 April 2010

The Manager
ASX Announcements

Dear Sir,

Jiangyin Huaxi Steel Group completes subscription for Lincoln shares

The Board of Lincoln Minerals Limited (ASX code: LML) is pleased to announce that it has today allotted 13,500,000 shares at 55 cents cash per share to High Treasure International Ltd, a subsidiary of Jiangyin Huaxi Steel Co., Ltd. This placement of shares by the Company is made in accordance with a Heads of Agreement between Jiangyin Huaxi Steel Co., Ltd and the Company on 7th April 2010, the details of which were announced to ASX on that day. This allotment makes the Jiangyin Huaxi Steel Group the Company's second largest shareholder.

The funds raised by this issue will be used to regain the 40% interest in the Gum Flat project (EL 3422) from joint venture partner, Mineral Enterprises Limited and Mineral Enterprises Australia Pty Ltd, for \$5.7 million, and for continued exploration and development of the Gum Flat project.

An Appendix 3B is attached.

Further inquiries:

Dr John Parker

Managing Director, Lincoln Minerals Limited

Tel: (08) 8274 0243

Appendix 3B

New issue announcement, application for quotation of additional securities and agreement

Information or documents not available now must be given to ASX as soon as available. Information and documents given to ASX become ASX's property and may be made public.

Introduced 1/7/96. Origin: Appendix 5. Amended 1/7/98, 1/9/99, 1/7/2000, 30/9/2001, 11/3/2002, 1/1/2003, 24/10/2005.

Name of entity

LINCOLN MINERALS LIMITED

ABN

50 050 117 023

We (the entity) give ASX the following information:

Part 1 - All issues

You must complete the relevant sections (attach sheets if there is not enough space).

1	Class of securities issued or to be issued	Shares
2	Number of securities issued or to be issued (if known) or maximum number which may be issued	13,500,000
3	Principal terms of the securities (eg, if options, exercise price and expiry dates; if partly paid securities, the amount outstanding and due dates for payment; if convertible securities, the conversion price and dates for conversion)	Placement at 55 cents cash per share

- 4 Do the securities rank equally in all respects from the date of allotment with an existing class of quoted securities?

If the additional securities do not rank equally, please state:

- the date from which they do
- the extent to which they participate for the next dividend, (in the case of a trust, distribution) or interest payment
- the extent to which they do not rank equally other than in relation to the next dividend, distribution or interest payment

Yes

- 5 Issue price or consideration

55 cents per share, for cash

- 6 Purpose of the issue (If issued as consideration for the acquisition of assets, clearly identify those assets)

Placement for working capital

- 7 Dates of entering securities into uncertificated holdings or despatch of certificates

20-Apr-10

- 8 Number and class of all securities quoted on ASX (*including* the securities in clause 2 if applicable)

Number	Class
115,730,486	Fully paid ordinary shares
35,742,654	30c Options expiry 30/06/10

9	Number and class of all securities not quoted on ASX (<i>including</i> the securities in clause 2 if applicable)	Number	Class
		4,350,000	20c Options 31/12/11
		300,000	25c Options 31/12/11
		110,000	30c Options 31/12/11

10	Dividend policy (in the case of a trust, distribution policy) on the increased capital (interests)	No change
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Part 2 - Bonus issue or pro rata issue

11	Is security holder approval required?	
12	Is the issue renounceable or non-renounceable?	
13	Ratio in which the securities will be offered	
14	Class of securities to which the offer relates	
15	Record date to determine entitlements	
16	Will holdings on different registers (or sub-registers) be aggregated for calculating entitlements?	
17	Policy for deciding entitlements in relation to fractions	
18	Names of countries in which the entity has security holders who will not be sent new issue documents	
	Note: Security holders must be told how their entitlements are to be dealt with.	
	Cross reference: rule 7.7	
19	Closing date for receipt of acceptances or renunciations	

20	Names of any underwriters	
21	Amount of any underwriting fee or commission	
22	Names of any brokers to the issue	
23	Fee or commission payable to the broker to the issue	
24	Amount of any handling fee payable to brokers who lodge acceptances or renunciations on behalf of +security holders	
25	If the issue is contingent on +security holders' approval, the date of the meeting	
26	Date entitlement and acceptance form and prospectus or Product Disclosure Statement will be sent to persons entitled	
27	If the entity has issued options, and the terms entitle option holders to participate on exercise the date on which notices will be sent to option holders	
28	Date rights trading will begin (if applicable)	
29	Date rights trading will end (if applicable)	
30	How do security holders sell their entitlements in full through a broker?	
31	How do security holders sell <i>part</i> of their entitlements through a broker and accept for the balance	
32	How do security holders dispose of their entitlements (except by sale through a broker)?	
33	Despatch date	

Part 3 - Quotation of securities

You need only complete this section if you are applying for quotation of securities

34 Type of securities
(tick one)

(a) ☒ Securities described in Part 1

(b) ☐ All other securities

Example: restricted securities at the end of the escrowed period, partly paid securities that become fully paid, employee incentive share securities when restriction ends, securities issued on expiry or conversion of convertible securities

Entities that have ticked box 34(a)

Additional securities forming a new class of securities

(If the additional securities do not form a new class, go to 43)

Tick to indicate you are providing the information or documents

35 ☐ If the securities are equity securities, the names of the 20 largest holders of the additional securities, and the number and percentage of additional securities held by those holders

36 ☐ If the securities are equity securities, a distribution schedule of the additional securities setting out the number of holders in the categories
1 - 1,000
1,001 - 5,000
5,001 - 10,000
10,001 - 100,000
100,001 and over

37 ☐ A copy of any trust deed for the additional securities

(now go to 43)

Entities that have ticked box 34(b)

38 Number of securities for which quotation is sought

39 Class of securities for which quotation is sought

40 Do the securities rank equally in all respects from the date of allotment with an existing class of quoted securities?

If the additional securities do not rank equally, please state:

- the date from which they do
- the extent to which they participate for the next dividend, (in the case of a trust, distribution) or interest payment
- the extent to which they do not rank equally, other than in relation to the next dividend, distribution or interest payment

41 Reason for request for quotation now

Example: In the case of restricted securities, end of restriction period

(if issued upon conversion of another security, clearly identify that other security)

42 Number and class of all securities quoted on ASX (*including* the securities in clause 38)

Number	Class

(now go to 43)

All entities

Fees

43 Payment method (tick one)

☐ Cheque attached

☐ electronic payment made

Note: Payment may be made electronically if Appendix 3B is given to ASX electronically at the same time

☐ Periodic payment as agreed with the home branch has been arranged

Note: Arrangements can be made for employee incentive schemes that involve frequent issues of securities.

Quotation agreement

- 1 Quotation of our additional securities is in ASX's absolute discretion. ASX may quote the securities on any conditions it decides
- 2 We warrant the following to ASX
 - The issue of the securities to be quoted complies with the law and is not for an illegal purpose.
 - There is no reason why those securities should not be granted quotation
 - An offer of the securities for sale within 12 months after their issue will not require disclosure under section 707(3) or section 1012C(6) of the Corporations Act.
 - Section 724 or section 1016E of the Corporations Act does not apply to any applications received by us in relation to any securities to be quoted and that no-one has any right to return any securities to be quoted under sections 737, 738 or 1016F of the Corporations Act at the time that we request that the securities be quoted.
 - If we are a trust, we warrant that no person has the right to return the securities to be quoted under section 1019B of the Corporations Act at the time that we request that the securities be quoted.
- 3 We will indemnify ASX to the fullest extent permitted by law in respect of any claim, action or expense arising from or connected with any breach of the warranties in this agreement.
- 4 We give ASX the information and documents required by this form. If any information or document not available now, will give it to ASX before quotation of the securities begins. We acknowledge that ASX is relying on the information and documents. We warrant that they are (will be) true and complete.

Sign here:



Date: 20 April 2010

Print name: PETER E COX, Director and Company Secretary