

Quarterly Activities Report

Period Ending March 2020



17 April 2020

Lincoln Minerals Limited (ASX:LML) (**Lincoln** or **Company**) continued to develop its business strategy to fund its 100% owned Kookaburra Gully Graphite Project and to assess other business opportunities.

During the quarter, Lincoln appointed Mr Johnson Zhang as Managing Director of Lincoln Minerals, being previously appointed as non-executive director of the Company. Mr Zhang will seek to drive Lincoln forward by supporting current exploration activities and assess any additional opportunities for the Company.

In March 2020, Mr Salvatore (Sam) Matarazzo, by mutual separation agreement, departed from the Lincoln Board as a Managing Director to pursue other business interests. Ms Ruiyu Zhang has been appointed as a Non-Executive Director and Chief Financial Officer (CFO) of the Company, taking over from Mr Kee Saw as CFO.

Extensive desktop exploration reviews are being undertaken focussing on precious and base metals targets and continue into the June quarter. Lincoln's operating capacity has not been directly impacted by COVID-19, however a number of precautionary measures to ensure the safety of employees and the community in which we operate have been implemented. No other significant exploration or development work was undertaken during the Quarter on Lincoln's other Eyre Peninsula tenements.

At 31 March 2020, Lincoln had \$1.1 million in cash at bank.

Tenements

The status of all Exploration Licenses (EL) as at 31 March 2020 which Lincoln Minerals is the Licencee is shown in the following tenement schedule and map. All EL's are current and no changes relinquishments were made during the Quarter.

Lincoln Minerals holds exploration rights to South Australian lease holdings totalling 1,712 km², all located on Eyre Peninsula, with 1,560 km² 100% owned.

Corporate

During the quarter, Lincoln received a letter from ASX requiring that the Company demonstrates to the ASX that it is compliant with Listing Rule 12.1 - the level of an entity's operations must, in ASX's opinion, be sufficient to warrant the continued quotation of the entity's securities and its continued listing. If Lincoln does not demonstrate compliance with this rule to ASX's satisfaction by 18 September 2020, ASX may suspend its securities from official quotation.

The Lincoln Board continues to assess business opportunities to develop its business plans such that Lincoln will continue to be listed on ASX.

Lincoln's Appendix 5B includes amounts in item 6.1. These amounts represent payments of executive and non-executive director fees paid as salaries and wages and to entities nominated by relevant directors.

During the quarter Lincoln incurred \$10k on exploration activities. This expenditure represents costs incurred in maintaining the Company's exploration tenure.

Quarterly Activities Report – March 2020



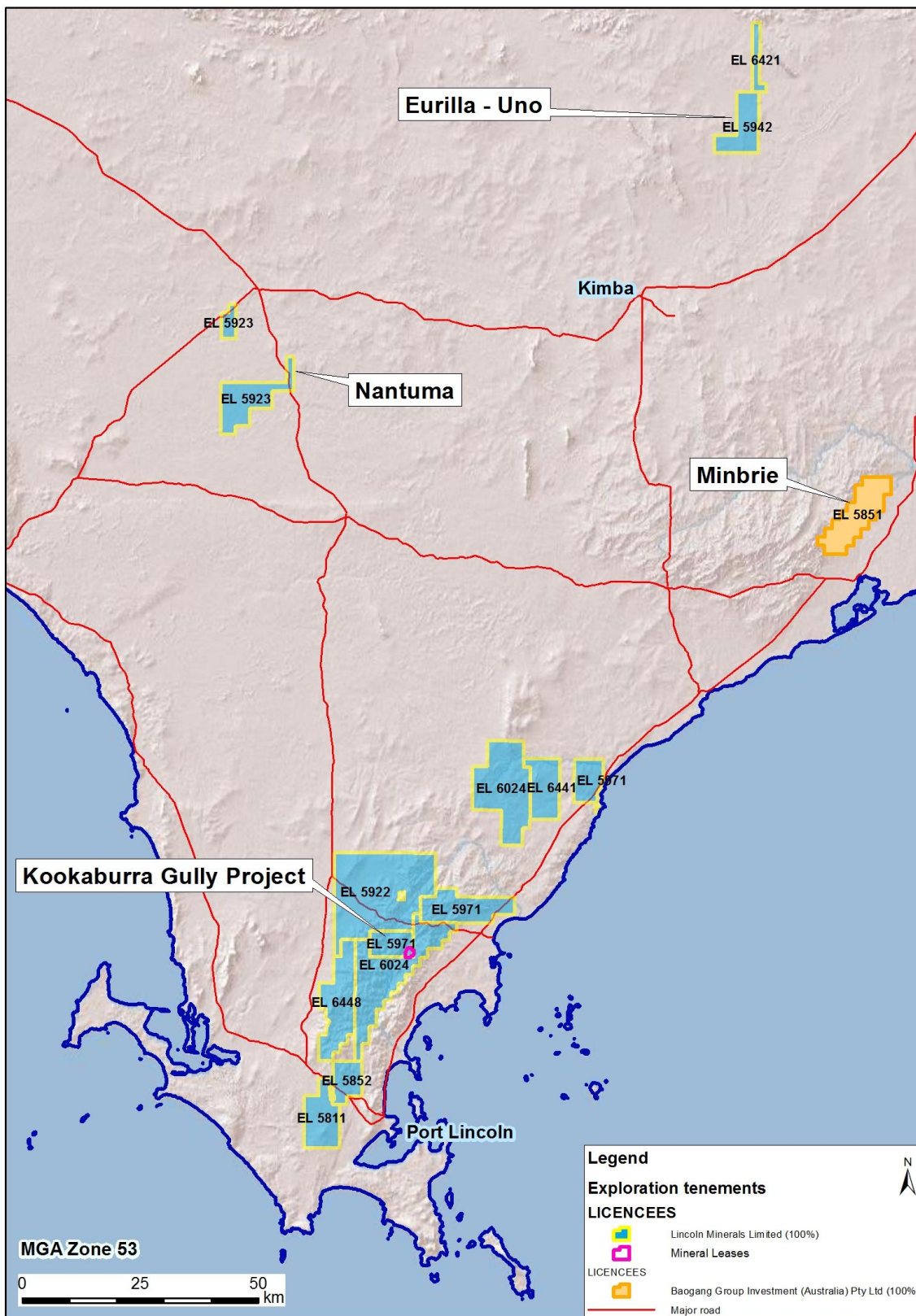
Tenement Schedule

Tenement	Expiry	Area (km ²)	Location	Commodity
LINCOLN MINERALS 100% OWNERSHIP OF ALL MINERAL RIGHTS				
EL 5942	28-Jan-22	78	Eurilla	Base metals, U
EL 5922	12-Feb-22	347	Wanilla	Graphite
EL 6421	28-Sep-21	26	Uno	Base metals, U
EL 6441	3-Nov-21	82	Dutton River	Graphite
EL 5811	6-Jan-21	92	Gum Flat	Graphite, Iron
EL 5923	20-Dec-20	126	Nantuma	Iron
EL 5852	13-Aug-21	50	Greenpatch	Graphite
EL 5971	11-Apr-22	215	Tumby Bay	Graphite, base metals
EL 6024	5-Aug-22	403	Mount Hill	Graphite, base metals
EL 6448	15-Nov-21	138	Wanilla (Bald Hill)	Graphite
ML 6460	2-June-37	300.8 ha	Kookaburra Gully	Graphite
Subtotal		1,560		
LML HAS 100% OWNERSHIP OF ALL MINERAL RIGHTS EXCLUDING IRON ORE				
EL 5851	13-Aug-20	117	Minbrie	Base metals
ML 6344	11-Aug-29	916 ha	Wilgerup	Iron
RL 129	07-Nov-21	2,547 ha	Kimba Gap	Iron
Subtotal		152		
Grand total		1,712		

Authorised for release by the Board of Lincoln Minerals Limited

For further information please contact:

Johnson Zhang
 Managing Director
Lincoln Minerals Limited
 +61 (0) 3 9191 4007



Map of Lincoln Minerals' Eyre Peninsula (SA) tenements.

Exploration Licence data based on the Department of Energy and Mining, the Government of South Australia, Exploration and Geoscientific Data, sourced on 14 April 2020

http://www.energymining.sa.gov.au/minerals/exploration/tenement_information

Appendix 5B

Mining exploration entity or oil and gas exploration entity quarterly cash flow report

Name of entity

Lincoln Minerals Limited

ABN

50 050 117 023

Quarter ended ("current quarter")

31 March 2020

Consolidated statement of cash flows		Current quarter \$A'000	Year to date (9 months) \$A'000
1.	Cash flows from operating activities		
1.1	Receipts from customers		-
1.2	Payments for		
	(a) exploration & evaluation (if expensed)	(10)	(42)
	(b) development	-	-
	(c) production	-	-
	(d) staff costs	(114)	(359)
	(e) administration and corporate costs	(56)	(197)
1.3	Dividends received (see note 3)	-	-
1.4	Interest received	-	-
1.5	Interest and other costs of finance paid	-	10
1.6	Income taxes paid	-	-
1.7	Government grants and tax incentives	-	-
1.8	Other Income	6	6
1.9	Net cash from / (used in) operating activities	(174)	(582)
2.	Cash flows from investing activities		
2.1	Payments to acquire:		
	(a) entities	-	-
	(b) tenements	-	-
	(c) property, plant and equipment	-	-
	(d) exploration & evaluation (if capitalised)	-	-
	(e) investments	-	-
	(f) other non-current assets	-	-

Mining exploration entity or oil and gas exploration entity quarterly cash flow report

Consolidated statement of cash flows		Current quarter \$A'000	Year to date (9 months) \$A'000
2.2	Proceeds from the disposal of:		
	(a) entities	-	-
	(b) tenements	-	-
	(c) property, plant and equipment	-	-
	(d) investments	-	-
	(e) other non-current assets	-	-
2.3	Cash flows from loans to other entities	-	-
2.4	Dividends received (see note 3)	-	-
2.5	Other (provide details if material)	-	-
2.6	Net cash from / (used in) investing activities	-	-

3.	Cash flows from financing activities		
3.1	Proceeds from issues of equity securities (excluding convertible debt securities)	-	-
3.2	Proceeds from issue of convertible debt securities	-	-
3.3	Proceeds from exercise of options	-	-
3.4	Transaction costs related to issues of equity securities or convertible debt securities	-	-
3.5	Proceeds from borrowings	-	-
3.6	Repayment of borrowings	-	-
3.7	Transaction costs related to loans and borrowings	-	-
3.8	Dividends paid	-	-
3.9	Other (provide details if material)	-	-
3.10	Net cash from / (used in) financing activities	-	-

4.	Net increase / (decrease) in cash and cash equivalents for the period		
4.1	Cash and cash equivalents at beginning of period	1,280	1,688
4.2	Net cash from / (used in) operating activities (item 1.9 above)	(174)	(582)
4.3	Net cash from / (used in) investing activities (item 2.6 above)	-	-
4.4	Net cash from / (used in) financing activities (item 3.10 above)	-	-

Mining exploration entity or oil and gas exploration entity quarterly cash flow report

Consolidated statement of cash flows		Current quarter \$A'000	Year to date (9 months) \$A'000
4.5	Effect of movement in exchange rates on cash held	-	-
4.6	Cash and cash equivalents at end of period	1,106	1,106

5.	Reconciliation of cash and cash equivalents at the end of the quarter (as shown in the consolidated statement of cash flows) to the related items in the accounts	Current quarter \$A'000	Previous quarter \$A'000
5.1	Bank balances	349	211
5.2	Call deposits	-	-
5.3	Bank overdrafts	-	-
5.4	Other – 30 to 90 days deposits	757	1,069
5.5	Cash and cash equivalents at end of quarter (should equal item 4.6 above)	1,106	1,280

6. Payments to related parties of the entity and their associates

- 6.1 Aggregate amount of payments to related parties and their associates included in item 1
- 6.2 Aggregate amount of payments to related parties and their associates included in item 2

Current quarter \$A'000
60
-

Note: if any amounts are shown in items 6.1 or 6.2, your quarterly activity report must include a description of, and an explanation for, such payments

Mining exploration entity or oil and gas exploration entity quarterly cash flow report

7. Financing facilities	Total facility amount at quarter end \$A'000	Amount drawn at quarter end \$A'000
<i>Note: the term "facility" includes all forms of financing arrangements available to the entity. Add notes as necessary for an understanding of the sources of finance available to the entity.</i>		
7.1 Loan facilities	-	-
7.2 Credit standby arrangements	-	-
7.3 Other (please specify)	-	-
7.4 Total financing facilities	-	-
7.5 Unused financing facilities available at quarter end		-
7.6 Include in the box below a description of each facility above, including the lender, interest rate, maturity date and whether it is secured or unsecured. If any additional financing facilities have been entered into or are proposed to be entered into after quarter end, include a note providing details of those facilities as well.		
Not applicable		

8. Estimated cash available for future operating activities	\$A'000
8.1 Net cash from / (used in) operating activities (Item 1.9)	(174)
8.2 Capitalised exploration & evaluation (Item 2.1(d))	-
8.3 Total relevant outgoings (Item 8.1 + Item 8.2)	(174)
8.4 Cash and cash equivalents at quarter end (Item 4.6)	1,106
8.5 Unused finance facilities available at quarter end (Item 7.5)	-
8.6 Total available funding (Item 8.4 + Item 8.5)	1,106
8.7 Estimated quarters of funding available (Item 8.6 divided by Item 8.3)	6
8.8 If Item 8.7 is less than 2 quarters, please provide answers to the following questions:	
1. Does the entity expect that it will continue to have the current level of net operating cash flows for the time being and, if not, why not?	
Answer: Not applicable	
2. Has the entity taken any steps, or does it propose to take any steps, to raise further cash to fund its operations and, if so, what are those steps and how likely does it believe that they will be successful?	
Answer: Not applicable	
3. Does the entity expect to be able to continue its operations and to meet its business objectives and, if so, on what basis?	
Answer: Not applicable	

Compliance statement

- 1 This statement has been prepared in accordance with accounting standards and policies which comply with Listing Rule 19.11A.
- 2 This statement gives a true and fair view of the matters disclosed.

Date: 17 April 2020

Authorised by: the Board of the Company
(Name of body or officer authorising release – see note 4)

Notes

1. This quarterly cash flow report and the accompanying activity report provide a basis for informing the market about the entity's activities for the past quarter, how they have been financed and the effect this has had on its cash position. An entity that wishes to disclose additional information over and above the minimum required under the Listing Rules is encouraged to do so.
2. If this quarterly cash flow report has been prepared in accordance with Australian Accounting Standards, the definitions in, and provisions of, *AASB 6: Exploration for and Evaluation of Mineral Resources* and *AASB 107: Statement of Cash Flows* apply to this report. If this quarterly cash flow report has been prepared in accordance with other accounting standards agreed by ASX pursuant to Listing Rule 19.11A, the corresponding equivalent standards apply to this report.
3. Dividends received may be classified either as cash flows from operating activities or cash flows from investing activities, depending on the accounting policy of the entity.
4. If this report has been authorised for release to the market by your board of directors, you can insert here: "By the board". If it has been authorised for release to the market by a committee of your board of directors, you can insert here: "By the [name of board committee – eg Audit and Risk Committee]". If it has been authorised for release to the market by a disclosure committee, you can insert here: "By the Disclosure Committee".
5. If this report has been authorised for release to the market by your board of directors and you wish to hold yourself out as complying with recommendation 4.2 of the ASX Corporate Governance Council's *Corporate Governance Principles and Recommendations*, the board should have received a declaration from its CEO and CFO that, in their opinion, the financial records of the entity have been properly maintained, that this report complies with the appropriate accounting standards and gives a true and fair view of the cash flows of the entity, and that their opinion has been formed on the basis of a sound system of risk management and internal control which is operating effectively.