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The Manager

ASX Announcements

LINCOLN MINERALS WIDENS ITS IRON ORE FOCUS ON SA'S EYRE PENINSULA

Iron ore explorer and developer, Lincoln Minerals Limited, (ASX: "LML") is set to expand its iron ore footprint on South Australia's Eyre Peninsula.

The Company – which wholly owns its flagship Gum Flat iron project about 20 kilometres from Port Lincoln and has a strong diversified minerals project portfolio across the Peninsula - announced today it had applied for the licence area immediately west of Iron Road's Warramboe-Central Eyre Iron Project.

The target area, Nantuma ELA 384/10, comprises 510 square kilometres and includes the western extensions of the Warramboe and Kopi suites of magnetic anomalies.

"There is a total of at least 25km of moderate to high intensity aeromagnetic anomalies within ELA 384/10," Lincoln Minerals' Managing Director, Dr John Parker, said today.

"This represents a significant exploration target for iron ore similar to what Iron Road Limited has identified at Warramboe," Dr Parker said.

"Importantly, it adds to our iron ore footprint there at a time when Eyre Peninsula – home to Australia's first iron ore mining operations - is re-emerging under modern exploration technologies and methods as an Australian iron province with substantial remaining upside."

In addition to the new ELA near Warramboe, Lincoln Minerals has also been granted transfer of title to EL 3702 at Wanilla on southern Eyre Peninsula. This tenement of 1,000 square kilometres was previously held by International Metals Pty Ltd with whom Lincoln Minerals and Mineral Enterprises Australia Pty Ltd had a Joint Venture to explore for iron ore and other minerals. International Metals has withdrawn from that JV and has subsequently transferred EL 3702 to Lincoln Minerals.

Although a decision to mine has not yet been made, Lincoln Minerals is working towards mining at Gum Flat around 2012 (current Inferred magnetite and hematite iron ore resources total 103 million tonnes (Mt)). Baseline environmental and groundwater studies are continuing there and drilling is ongoing to define further iron ore resources as part of preparations for a Mining Lease Application.

The Company also has 100% ownership of the iron ore rights at Eurilla (22 Mt Inferred resource at 33% Fe), northeast of Kimba, where it recently completed a drilling program.

"Subject to the granting of Nantuma, Lincoln has commenced 2011 with a broader spread of iron projects but contained within close proximity to each other and infrastructure, within a proven iron province," Dr Parker said.

"This better positions Lincoln from a project risk point of view and substantially widens our options when negotiating future JV alliances, project funding and the structure of any formal future offtake agreements," he said.

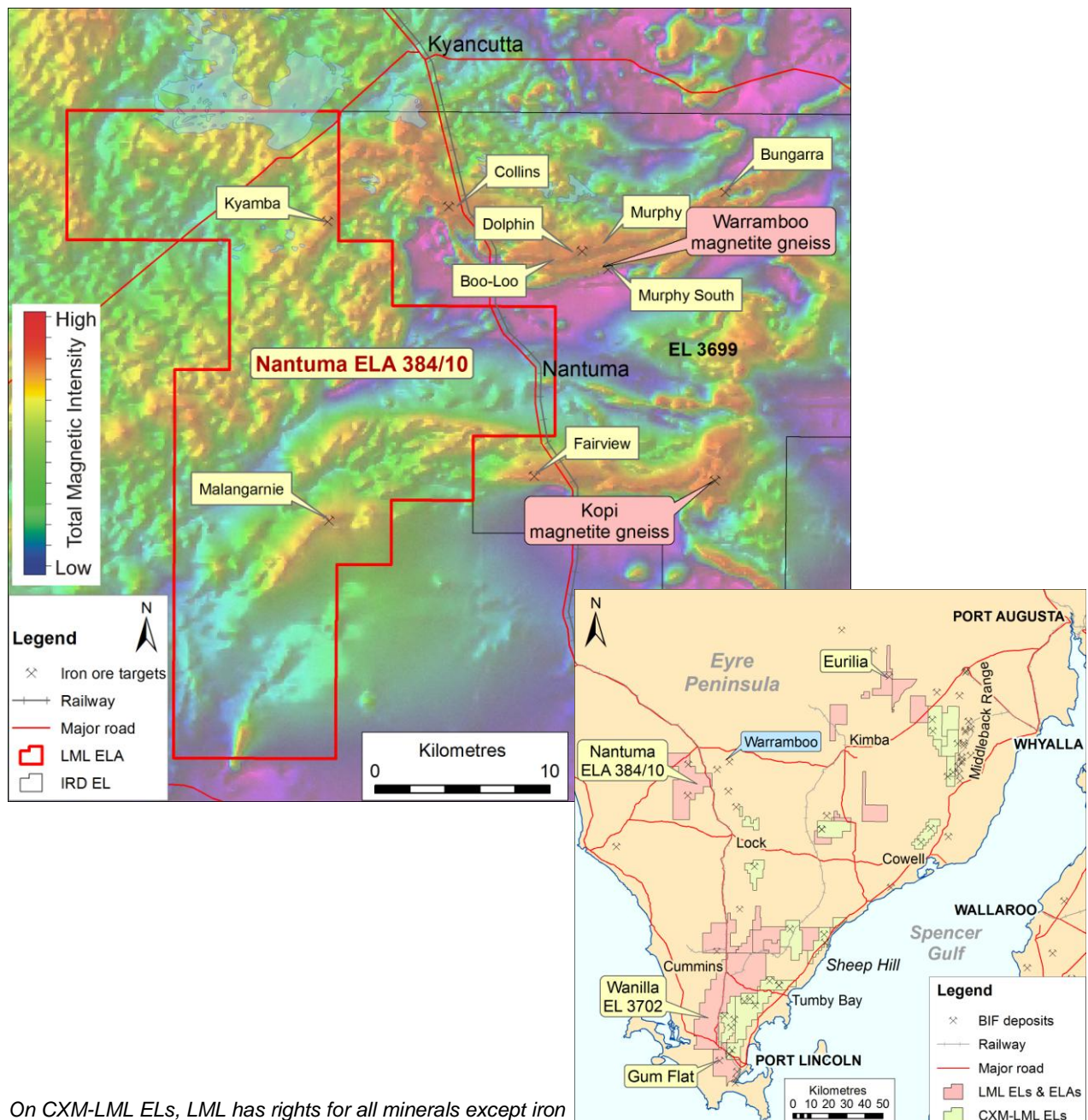
Lincoln Minerals' other Eyre Peninsula assets include significant vanadium, uranium, nickel-cobalt and gold-copper-base metal prospects at White Flat, Bungalow, Eurilla, Kimba Gap, Tumbly Bay and Cockabidnie.

Further inquiries:

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Information in this report that relates to exploration activity and results was compiled by Dr A John Parker who is a Member of the Australasian Institute of Geoscientists. Dr Parker is Managing Director of Lincoln Minerals Limited and has sufficient experience relevant to the styles of mineralisation and to the activities which are being reported to qualify as a Competent Person as defined by the JORC code, 2004. Dr Parker consents to the release of the information compiled in this report in the form and context in which it appears.



On CXM-LML ELs, LML has rights for all minerals except iron