

Quarterly Activities Report – April 2007

Board and Management

Richard V. Ryan AO	Chairman (Non-Executive)
Dr A John Parker	Managing Director
Peter E. Cox	Director (Non-Executive) and Company Secretary
Robert A. Althoff	Director (Non-Executive)

Shareholder Structure

Shares on issue at 31 March 2007	71,672,221
Unlisted Options	
Exercisable at 20 cents, expiring 31 December 2008	4,353,332
Exercisable at 20 cents, expiring 31 December 2011	4,750,000
Total Options	9,103,332

Information in this report that relates to exploration activity was compiled by Dr A J Parker PhD, M AIG who is a Competent Person as defined by the JORC code. Dr Parker is Managing Director of Lincoln Minerals Limited. Dr Parker consents to the release of the information compiled in this report in the form and context in which it appears.

HIGHLIGHTS

- Lincoln Minerals Limited (“LML”) successfully completed its IPO and was admitted to the Official List of the ASX on 9 March 2007.
- Exploration licences were granted for the Wilcherry, Lake Gilles and Cummins areas.
- A low-level aeromagnetic and radiometric survey was completed in late February over the Stony Hill-Kimba Gap, Cockabidnie, Mount Hill and Dutton Bay areas.
- A significant uranium-only anomaly was identified near Kimba Gap and a reconnaissance ground spectrometer survey over it identified surface anomalies up to 0.06% eU.

CORPORATE

During the quarter, Lincoln Minerals Limited (“LML”) successfully completed preparation of a Prospectus and Initial Public Offering (IPO) to raise \$7 million. Due to overwhelming public support, the IPO was closed ahead of schedule and oversubscribed. The Company was subsequently admitted to the Official List of the ASX and trading in its securities commenced on 9 March.

Also during the quarter, LML established its Head Office at 28 Greenhill Road, Wayville, South Australia, and set up a field office approximately 10km south of Tumby Bay (25km north of the Port Lincoln airport). The Tumby Bay house and sheds have been set up to accommodate field personnel and store drill core and other samples.

The Company is actively seeking both senior and graduate geologists to support its field program. Staff appointed during the quarter includes a GIS Database Administrator who will also provide valuable assistance in environmental management during field operations.

EXPLORATION PROGRESS DURING THE QUARTER

Stony Hill Project – ELs 3018, 3048, 3125, 3287, 3375 and part 3704

(LML has exclusive rights to all minerals except iron)

The Stony Hill project is located in northern Eyre Peninsula, immediately west of the Middleback Ranges within the Middleback Subdomain. It contains scattered banded iron formation (BIF) outcrops surrounded by Lincoln Complex granite gneiss. BIF and gneiss are overlain by extensive sand and sandy clay with local playa lakes.

Middleback BIFs commonly occur with Katunga Dolomite and associated calcsilicate gneisses similar to the Menninnie Dam lead-zinc-silver deposit located NW of the Wilcherry project. Therefore, there is potential for base metal deposits within the Stony Hill project area.

Granite gneiss in the region is locally uraniferous with numerous mylonitic shear zones similar to southern Eyre Peninsula. Therefore there is potential for uranium mineralisation both within the shear zones and in palaeodrainage channels that drain off of the gneisses.

A low-level (50m above ground level), close-spaced (100m) aerial magnetic and radiometric survey was completed over the Stony Hill project area by UTS Geophysics in late February 2007. Preliminary processing and enhancement of the radiometric data has identified several uranium and uranium/thorium anomalies, the best being on the margins of salt lakes west of Kimba Gap.

Reconnaissance field checking with a hand-held spectrometer around the margins of one of the lakes at the end of the quarter, located two significant zones of uranium anomalism with semi-quantitative spectrometer readings up to 0.06% eU. Samples have been collected at these sites for detailed analysis. Preliminary interpretation of the data suggests that these two localities represent the points where palaeodrainage channels enter the lake.

Follow-up surface sampling, geophysical surveys and RAB or auger drilling over the Kimba Gap target will form a significant focus during the next quarter along with field checking of other radiometric anomalies.

Cockabidnie, Mount Hill and Dutton Bay Projects – ELs 3498, 3609 and 3421, and ELAs 2/07 and 114/07

(LML has exclusive rights to all minerals except iron)

A low-level (50m above ground level), close-spaced (100m) aerial magnetic and radiometric survey was completed over these project areas by UTS Geophysics in late February 2007. Data are not yet available but will be processed and enhanced early during the next quarter.

Exploration Licence Application 114/07 was made by LML to replace ELs 3507 and 3509 that were relinquished by JV partner Peninsula Minerals Limited during the quarter.



During the next quarter, intensive surface geochemical soil, calcrete and radiometric spectrometer surveys will be conducted over the Cockabidnie and Mount Hill projects to locate priority targets for drilling in the September quarter 2007. The base of the Blue Range Beds is the target horizon for unconformity-style uranium mineralisation in both these project areas. There is also significant potential for base metals and gold in basement marble, calcsilicate gneiss and BIF below the unconformity.



Palaeodrainage channels associated with the Dutton River also have potential for uranium mineralisation.

FINANCE

As at 31 March 2007 the Company had \$6.7 million cash.

During the quarter, 42 million shares were allotted to investors raising \$7.5 million less costs of issue.

Cash expenditure on exploration activities by the Company during the March 2007 quarter was \$39k.

SHARE OPTIONS

As foreshadowed in the Prospectus, LML will issue 1 free option exercisable at 30 cents for every 2 shares held by shareholders on the register at 9 June 2007. Further details will be announced closer to the record date.

Dr A. John Parker – Managing Director

Dated: 16 April 2007

Enquiries should be directed to John Parker, Managing Director

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