

Quarterly Activities Report

Period Ending June 2021



29 July 2021

Lincoln Minerals Limited (ASX: LML) (**Lincoln** or **Company**) continued to develop its business strategy and extract value from existing assets to fund its 100% owned Kookaburra Gully Graphite Project; and assess business opportunities to develop its business plans.

No significant exploration or development work was undertaken during the June Quarter on Lincoln's Eyre Peninsula tenements.

At 30 June 2021, Lincoln had \$75k cash at bank.

Tenements

The status of all Exploration Licences (EL) as at 30 June 2021 for which Lincoln is the Licencee is shown in the following tenement schedule and map. All EL's are current with EL 5811 (Gum Flat) currently undergoing an exploration licence renewal ELA 2020/00143.

Lincoln holds exploration rights to South Australian lease holdings totalling 1,684 km², all located on Eyre Peninsula, with 1,532 km² 100% owned.

Corporate

The Lincoln Board is continuing to undertake a strategic review of its business operations to develop its business plans and reduce corporate costs.

To conserve capital, no executive and non-executive director fees were paid in the quarter.

In the March quarter, Lincoln sold an Australian Financial Services Licence (AFSL) to an entity associated with Chairman James Zhang at market value. The AFSL transfer was completed on 2 July 2021.

Lincoln's Company Secretary Mr Jarek Kopias resigned during the quarter with the Board thanking Mr Kopias for his contribution to the Company having served as CFO from December 2010 and Company Secretary from November 2011. The Lincoln Board welcomes the appointment of Mr Andrew Metcalfe in the role of Company Secretary. Mr Metcalfe brings significant experience with over 25 years as a corporate adviser working with ASX listed and private companies across a broad industry base including the resources sector.

During the quarter Lincoln incurred \$31k on exploration activities in maintaining the Company's exploration tenure.

Tenement Schedule

Tenement	Expiry	Area (km ²)	Location	Target Commodity
LINCOLN MINERALS 100% OWNERSHIP OF ALL MINERAL RIGHTS				
EL 5942	28-Jan-22	78	Eurilla	Gold, Base metals
EL 5922	12-Feb-22	347	Wanilla	Graphite
EL 6421	28-Sep-21	26	Uno	Gold, Base metals
EL 6441	3-Nov-21	82	Dutton River	Graphite
EL 5811 (ELA 2020/00143)	6-Jan-21	92	Gum Flat	Graphite, Iron
EL 5923	20-Dec-21	98	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, Iron
ML 6460	2-June-37	300.8 ha	Kookaburra Gully	Graphite
Subtotal		1,532		
LML HAS 100% OWNERSHIP OF ALL MINERAL RIGHTS (EXCLUDING IRON ORE)				
EL 5851	13-Aug-21	117	Minbrie	Base metals
ML 6344	11-Aug-29	916 ha	Wilgerup	Base metals
RL 129	07-Nov-21	2,547 ha	Kimba Gap	Base metals
Subtotal		152		
Grand total		1,684		

Authorised for release by the Board of Lincoln Minerals Limited

For further information please contact:

Lincoln Minerals Limited

Johnson Zhang

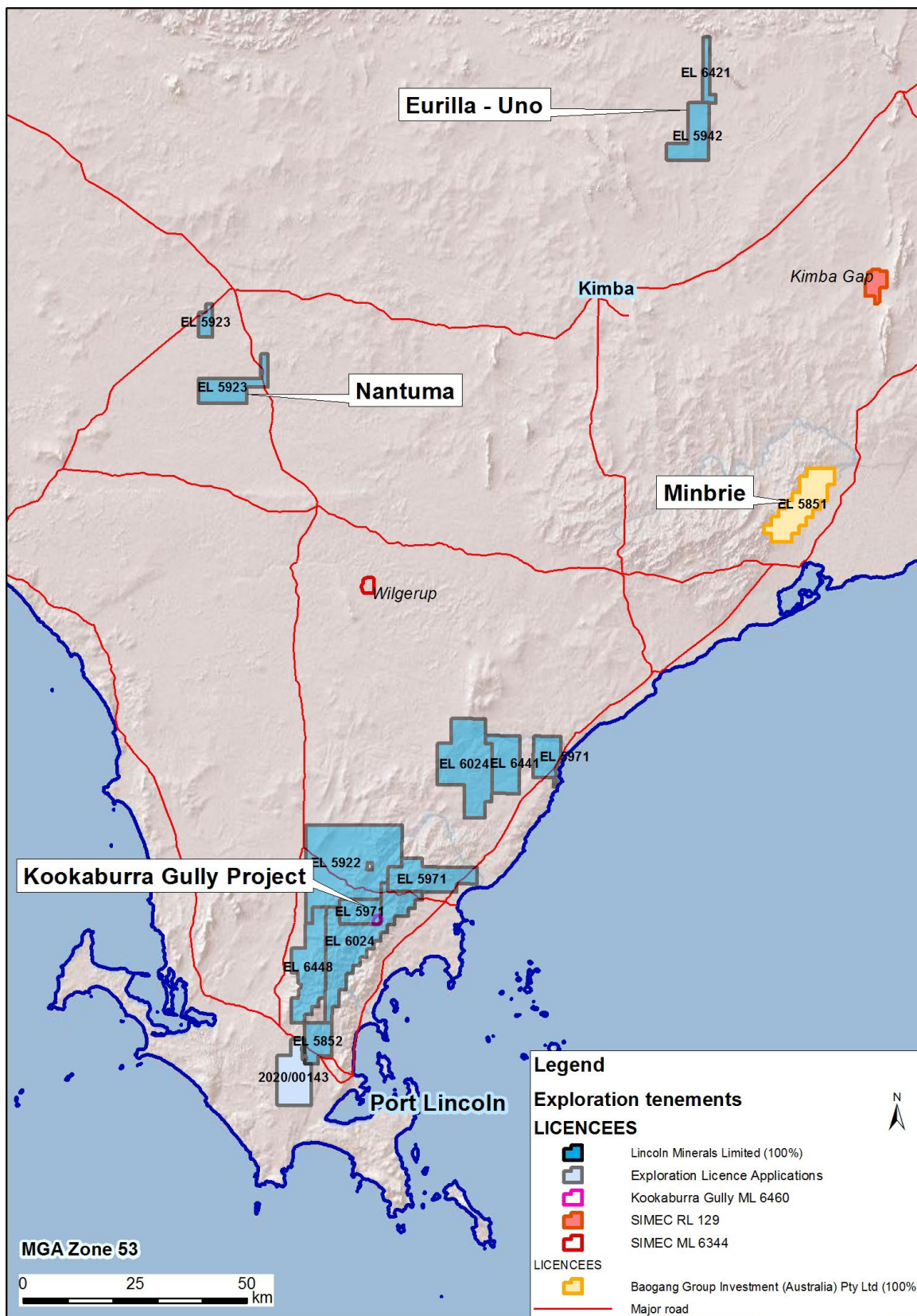
Non-executive Chairman

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About Lincoln Minerals Limited

Lincoln Minerals Limited (ASX: LML) is a mining exploration company, focused on graphite, gold, copper and iron ore in South Australia. Gold exploration is centred on the Company's tenement holding in the highly prospective and significantly underexplored Gawler Craton. The Company's cornerstone graphite project is based at the Kookaburra Gully Graphite project on the Eyre Peninsula.



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 02 July 2021

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")

30 June 2021

Consolidated statement of cash flows	Current quarter \$A'000	Year to date (12 months) \$A'000
1. Cash flows from operating activities		
1.1 Receipts from customers	6	6
1.2 Payments for		
(a) exploration & evaluation	(31)	(107)
(b) development	-	-
(c) production	-	-
(d) staff costs	(36)	(389)
(e) administration and corporate costs	(108)	(415)
1.3 Dividends received (see note 3)	-	-
1.4 Interest received	-	1
1.5 Interest and other costs of finance paid	-	-
1.6 Income taxes paid	-	-
1.7 Government grants and tax incentives	-	-
1.8 Other (PAYG Boost)	-	45
1.9 Net cash from / (used in) operating activities	(169)	(859)

2. Cash flows from investing activities		
2.1 Payments to acquire or for:		
(a) entities	-	-
(b) tenements	-	-
(c) property, plant and equipment	-	-
(d) exploration & evaluation	-	-
(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 (12 months) \$A'000
2.2	Proceeds from the disposal of:		
	(a) entities	30	30
	(b) tenements	-	-
	(c) property, plant and equipment	29	29
	(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	59	59
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	185	875
4.2	Net cash from / (used in) operating activities (item 1.9 above)	(169)	(859)
4.3	Net cash from / (used in) investing activities (item 2.6 above)	59	59
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 (12 months) \$A'000
4.5	Effect of movement in exchange rates on cash held	-	-
4.6	Cash and cash equivalents at end of period	75	75

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	75	155
5.2	Call deposits	-	-
5.3	Bank overdrafts	-	-
5.4	Other (provide details)	0	30
5.5	Cash and cash equivalents at end of quarter (should equal item 4.6 above)	75	185

6.	Payments to related parties of the entity and their associates	Current quarter \$A'000
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	-

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.		

8. Estimated cash available for future operating activities	\$A'000
8.1 Net cash from / (used in) operating activities (item 1.9)	(169)
8.2 (Payments for exploration & evaluation classified as investing activities) (item 2.1(d))	-
8.3 Total relevant outgoings (item 8.1 + item 8.2)	(169)
8.4 Cash and cash equivalents at quarter end (item 4.6)	75
8.5 Unused finance facilities available at quarter end (item 7.5)	-
8.6 Total available funding (item 8.4 + item 8.5)	75
8.7 Estimated quarters of funding available (item 8.6 divided by item 8.3)	0.4
<i>Note: if the entity has reported positive relevant outgoings (ie a net cash inflow) in item 8.3, answer item 8.7 as "N/A". Otherwise, a figure for the estimated quarters of funding available must be included in item 8.7.</i>	
8.8 If item 8.7 is less than 2 quarters, please provide answers to the following questions:	
8.8.1 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: No. Lincoln is undertaking measures to reduce its outgoings via a reduction in administration and corporate expenses.	
8.8.2 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: The Company has sold unwanted assets that has resulted in an inflow of capital. The Company continues to review its assets and will further sell assets that have no future purpose. The Company will undertake future fund-raising activity via an issue of new shares or undertake borrowings as required to meet its cash requirements.	

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

8.8.3 Does the entity expect to be able to continue its operations and to meet its business objectives and, if so, on what basis?

Answer: The Company expects to continue its operations and meet its business objectives via a capital raising or debt funding activity. In the event that Lincoln Minerals is required to raise further funds, activities will be tailored to ensure sufficient funds are available in the short term to meet its obligations.

Note: where item 8.7 is less than 2 quarters, all of questions 8.8.1, 8.8.2 and 8.8.3 above must be answered.

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: 29 July 2021

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.