

22 December 2021

The Manager
ASX Announcements

Convertible Note to raise \$1.6M

The Board of Lincoln Minerals Limited (ASX Code: LML) is pleased to announce that the Company's major shareholder has agreed to subscribe for unsecured Convertible Notes in the Company to the value of \$1.6M to fund the Company's ongoing exploration program and meet working capital requirements.

Key terms of the Convertible Notes are as follows:

- The Convertible Notes are subject to all necessary shareholder and regulatory approvals.
- The Convertible Notes are unsecured.
- Interest rate of 8% per annum, payable in cash or shares at the Note Holder's election.
- Maturity Date: 31 December 2022.
- Conversion Price: the lower of:
 - \$0.005; and
 - a 15% discount to the issue price of shares and/or the exercise price of any options offered under any capital raising(s) completed by the Company of greater than \$500,000 prior to the Maturity Date.
- The Company must seek all necessary and appropriate shareholder approvals for the issue of the Convertible Notes, and if the Company fails to receive such approval, must repay all monies advanced plus any accrued interest.
- Conversion of some or all of the Convertible Notes can occur at any time prior to the Maturity Date.
- Default events:
 - The Company breaches the Convertible Note agreement and fails to rectify such a breach within 30 business days.
 - Insolvency, failure to pay or repay amounts due to the Note Holder, change of control, failure to convert a Convertible Note, delisting from ASX, insolvency event, disposal of assets without Note Holder approval.

Authorised for release by the Board of Lincoln Minerals Limited.

For further information please contact:

Ms. Ruiyu Zhang
Executive Director
Lincoln Minerals Limited
+61 (0) 3 9191 4007