



LINCOLN MINERALS LIMITED

618 8274 0243

ASX Markets Supervision Pty Ltd

14 August 2009

Mr Dion Silvy  
Issuers (Adelaide)  
ASX Markets Supervision Pty Ltd

Dear Mr Silvy,

### Price query

We refer to your letter dated today wherein you seek an explanation regarding recent changes in price and volumes in the trading of Lincoln Minerals Limited securities.

*Question 1 – Is the Company aware of any information concerning it that has not been announced which, if known, could be an explanation for recent trading in the securities of the Company*

The Company is not aware of any information which has not been announced which would explain the movements in the share price today or since 7 August 2009.

*Question 2 – If the answer to Question 1 is yes, can an announcement be made immediately?*

Not applicable.

*Question 3 Is there any other explanation that the Company may have for the price and increase in volume in the securities of the Company?*

Yesterday Centrex Metals Limited announced that a decision was imminent regarding their Development Application to export Wilgerup hematite through the Port Lincoln main wharf. Today Centrex also stated that it was confident that the Development Assessment Commission would make "a positive recommendation to the Minister given the supportive comments made by the various state government agencies".

The Centrex application was submitted in February 2009 pursuant to the provisions of Section 49 of the *Development Act 1993*, as a public infrastructure project sponsored by the Department of Transport, Energy and Infrastructure through the Office of Major Projects and Infrastructure. As such, the approval of this project should significantly benefit Lincoln Minerals since the Company's Gum Flat iron ore project is only 20kms from the port.

At Gum Flat, as previously advised in the Company's 2009 Quarterly reports, the Lincoln Minerals-Mineral Enterprises Joint Venture has a 55.2 Mt inferred magnetite resource that yields a 20.6% magnetic concentrate (DTR) and a 1.2 Mt inferred hematite resource at 51.6% Fe (45% Fe cutoff). The exploration targets at Gum Flat (including the above resources) are 125-200 Mt @ 20-25% DTR magnetite iron formation and 3-10 Mt @ 45-55% Fe hematite iron formation. A detailed metallurgical study is about to commence as a precursor to a scoping study and further resource definition drilling.

Indian JV partner, Mineral Enterprises group, has reached its 40% project milestone and is continuing to fund the Gum Flat JV on a pro-rata basis.

The Company is currently drilling on its Desa Mirah project in south-central Kalimantan. The geological logs of drilling to date are being continually assessed but there are no laboratory assay results yet to hand. Currently the picture they show is not sufficiently complete to present a meaningful report to the market. We will advise the market as soon as it is possible to do so. Discussions are continuing with the plantation owners in regard to mining and road access but as yet no conclusions have been reached.

*Question 4 – Please confirm that the Company is in compliance with the listing rules and, in particular, listing rule 3.1.*

None of the Directors has bought or sold any shares or options in the last few days and the Company is in compliance with its obligations with respect to Director disclosures.

The Company is in compliance with the Listing Rules and, in particular, Listing Rule 3.1.

Yours truly,



Dr A. John Parker  
Managing Director

*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.*

*It is emphasized that exploration target tonnage estimates given in this report are entirely conceptual in nature. There has been insufficient drilling in the immediate areas of these targets and it is uncertain if further exploration will result in the estimation of a Mineral Resource.*



ASX Markets Supervision Pty Ltd  
ABN 28 087 780 489  
91 King William Street  
Adelaide SA 5000

GPO Box 547  
Adelaide SA 5001

Telephone 61 8 8216 5000  
Facsimile 61 8 8216 5099  
www.asx.com.au

14 August 2009

Peter Cox  
Company Secretary  
Lincoln Minerals Limited  
28 Greenhill Road  
Wayville SA 5034

By email: [peter.cox@chariot.net.au](mailto:peter.cox@chariot.net.au)

Dear Mr Cox

**Lincoln Minerals Limited (the "Company") RE: PRICE QUERY**

We have noted a change in the price of the Company's securities from \$0.10 on Friday, 7 August 2009 to a high of \$0.27 today (at the time of writing). We have also noted an increase in the volume of trading in the securities over this period.

In light of the price change and increase in volume, please respond to each of the following questions.

1. Is the Company aware of any information concerning it that has not been announced which, if known, could be an explanation for recent trading in the securities of the Company?

Please note that as recent trading in the Company's securities could indicate that information has ceased to be confidential, the Company is unable to rely on the exceptions to listing rule 3.1 contained in listing rule 3.1A when answering this question.

2. If the answer to question 1 is yes, can an announcement be made immediately? If not, why not and when is it expected that an announcement will be made?

Please note, if the answer to question 1 is yes and an announcement cannot be made immediately, you need to contact us to discuss this and you need to consider a trading halt (see below).

3. Is there any other explanation that the Company may have for the price change and increase in volume in the securities of the Company?

4. Please confirm that the Company is in compliance with the listing rules and, in particular, listing rule 3.1.

Your response should be sent to me by e-mail at [Dion.Silvy@asx.com.au](mailto:Dion.Silvy@asx.com.au) or by facsimile on facsimile number (08) 8216 5099. It should not be sent to the Company Announcements Office.

Unless the information is required immediately under listing rule 3.1, a response is requested as soon as possible and, in any event, not later than half an hour before the close of trading (i.e. before 3.30 p.m. E.S.T.) on Friday, 14 August 2009.

Under listing rule 18.7A, a copy of this query and your response will be released to the market, so your response should be in a suitable form and separately address each of the questions asked. If you have any queries or concerns, please contact me immediately.

### **Listing rule 3.1**

Listing rule 3.1 requires an entity to give ASX immediately any information concerning it that a reasonable person would expect to have a material effect on the price or value of the entity's securities. The exceptions to this requirement are set out in listing rule 3.1A.

In responding to this letter you should consult listing rule 3.1 and Guidance Note 8 – Continuous Disclosure: listing rule 3.1.

If the information requested by this letter is information required to be given to ASX under listing rule 3.1 your obligation is to disclose the information immediately.

Your responsibility under listing rule 3.1 is not confined to, or necessarily satisfied by, answering the questions set out in this letter.

### **Trading halt**

If you are unable to respond by the time requested, or if the answer to question 1 is yes and an announcement cannot be made immediately, you should consider a request for a trading halt in the Company's securities. As set out in listing rule 17.1 and Guidance Note 16 – Trading Halts, we may grant a trading halt at your request. We may require the request to be in writing. We are not required to act on your request. You must tell us each of the following.

- The reasons for the trading halt.
- How long you want the trading halt to last.
- The event you expect to happen that will end the trading halt.
- That you are not aware of any reason why the trading halt should not be granted.
- Any other information necessary to inform the market about the trading halt, or that we ask for.

The trading halt cannot extend past the commencement of normal trading on the second day after the day on which it is granted. If a trading halt is requested and granted and you are still unable to reply to this letter before the commencement of trading, suspension from quotation would normally be imposed by us from the commencement of trading if not previously requested by you. The same applies if you have requested a trading halt because you are unable to release information to the market, and are still unable to do so before the commencement of trading.

If you have any queries regarding any of the above, please let me know.

Yours sincerely,



Dion Silvy

Senior Adviser, Issuers (Adelaide)