



LINCOLN GOLD MINING INC.

**UNAUDITED CONDENSED INTERIM
CONSOLIDATED FINANCIAL STATEMENTS**

for the three months ended March 31, 2021

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Notice to Reader

Management has prepared the unaudited condensed interim consolidated financial statements for Lincoln Gold Mining Inc. (the “**Company**”) in accordance with National Instrument 51-102 released by the Canadian Securities Administration. The Company discloses that its auditors have not reviewed the unaudited consolidated interim financial statements for the three-month period ended March 31, 2021.

LINCOLN GOLD MINING INC.
Condensed Interim Consolidated Statements of Financial Position

(Unaudited)

As at March 31, 2021, and December 31, 2020

(All amounts are in Canadian Dollars, unless otherwise stated)

	Notes	March 31, 2021	December 31, 2020
		\$	\$
Assets			
Current assets			
Cash		17,308	113,895
Receivables	11	37,127	34,529
Prepaid expenses		11,127	17,353
		65,562	165,777
Non-current assets			
Equipment		3,349	3,697
Right-of-use asset	4	25,173	37,759
Deposits		14,010	14,032
Mineral properties	5	485,005	455,005
		527,537	510,493
Total assets		593,099	676,270
Liabilities and shareholders' deficiency			
Current liabilities			
Accounts payable and accrued liabilities	6	309,548	329,954
Due to related parties	11	436,331	263,467
Lease liability	8	29,182	43,237
Loans payable	9	24,240	13,856
Promissory notes	10	595,865	591,663
		1,395,166	1,242,177
Non-current liabilities			
Accounts payable and accrued liabilities	6	166,042	171,276
Due to related parties	11	613,125	718,741
Lease liability	8	-	-
Loans payable	9	23,955	33,120
Provision for environmental rehabilitation	7	81,738	82,758
		884,860	1,005,895
Total liabilities		2,280,026	2,248,072
Shareholders' deficiency			
Share capital	12	25,566,362	25,536,362
Capital reserves	12	3,391,037	3,386,465
Deficit		(30,644,326)	(30,494,629)
Total shareholders' deficiency		(1,686,927)	(1,571,802)
Total liabilities and shareholders' deficiency		593,099	676,270

Nature of operations (Note 1)

Subsequent events (Note 16)

Approved and authorized by the Board on May 28, 2021.

<u>"Paul Saxton"</u>	Director	<u>"Andrew Milligan"</u>	Director
Paul Saxton		Andrew Milligan	

The accompanying notes are an integral part of these condensed interim consolidated financial statements

LINCOLN GOLD MINING INC.**Condensed Interim Consolidated Statements of Loss and Comprehensive Loss***(Unaudited)**For the three months ended March 31, 2021 and 2020**(All amounts are in Canadian Dollars, unless otherwise stated)*

	Notes	2021	2020
Exploration expenses	5, 11	\$ 19,782	\$ 13,250
Administrative expenses			
Consulting and management fees	11	39,830	40,690
Depreciation		12,934	12,586
Foreign exchange gain (loss)		(22,877)	223,344
Investor relations and shareholder services		8,712	10,672
Office maintenance		39,376	28,385
Professional fees	11	11,170	37,514
Share-based compensation	12	4,572	-
Travel		157	2,954
		93,874	356,145
Other expenses (income)			
Interest expense	6, 9, 11	36,041	16,359
		36,041	16,359
Loss and comprehensive loss for the period		\$ (149,697)	\$ (385,754)
Basic and diluted loss per common share		\$ (0.01)	\$ (0.02)
Weighted average number of common shares outstanding		29,517,193	16,196,464

The accompanying notes are an integral part of these condensed interim consolidated financial statements

LINCOLN GOLD MINING INC.
Condensed Interim Consolidated Statements of Cash Flows
(Unaudited)
For the three months ended March 31, 2021 and 2020

(All amounts are in Canadian Dollars, unless otherwise stated)

	2021	2020
	\$	\$
CASH FLOWS USED IN OPERATING ACTIVITIES		
Loss for the period	(149,697)	(385,754)
Items not affecting cash:		
Accrued interest expense	34,766	16,359
Depreciation	12,934	12,586
Share-based compensation	4,572	-
Unrealized foreign exchange	(7,119)	55,517
Changes in non-cash working capital items:		
(Decrease) Increase in accounts payable and accrued liabilities	(29,859)	175,055
Increase in due to related parties	49,185	-
Decrease in prepaid expenses and deposits	6,248	11,047
Increase in receivables	(2,598)	(22,350)
Net cash used in operating activities	(81,568)	(137,540)
CASH FLOWS FROM INVESTING ACTIVITIES		
Recoveries of mineral properties	-	96,548
Exploration funding	-	(96,548)
Net cash provided by investing activities	-	-
CASH FLOWS FROM (USED IN) FINANCING ACTIVITIES		
Share subscriptions received in advance	-	165,000
Loans paid	-	(56)
Payment for lease liability	(15,019)	(14,858)
Net cash provided by (used in) financing activities	(15,019)	150,086
Net change in cash for the period	(96,587)	12,546
Cash, beginning of the period	113,895	56,244
Cash, end of the period	17,308	68,790

Supplemental cash flow information (Note 14)

LINCOLN GOLD MINING INC.**Condensed Interim Consolidated Statements of Changes in Shareholders' Deficiency***(Unaudited)**For the three months ended March 31, 2021 and 2020**(All amounts are in Canadian Dollars, unless otherwise stated)*

	Number of shares	Share capital \$	Capital reserves \$	Share subscriptions received in advance \$	Deficit \$	Total \$
Balance at December 31, 2019	15,664,596	24,163,791	2,908,994	-	(29,752,521)	(2,679,736)
Share subscriptions received in advance	-	-	-	165,000	-	165,000
Shares issued for debt	2,200,000	220,000	-	-	-	220,000
Loss for the period	-	-	-	-	(385,754)	(385,754)
Balance at March 31, 2020	17,864,596	24,383,791	2,908,994	165,000	(30,138,275)	(2,680,490)
Balance at December 31, 2020	29,456,082	25,536,362	3,386,465	-	(30,494,629)	(1,571,802)
Shares issued for mineral interests	250,000	30,000	-	-	-	30,000
Share-based compensation	-	-	4,572	-	-	4,572
Loss for the period	-	-	-	-	(149,697)	(149,697)
Balance at March 31, 2021	29,706,082	25,566,362	3,391,037	-	(30,644,326)	(1,686,927)

The accompanying notes are an integral part of these condensed interim consolidated financial statements

LINCOLN GOLD MINING INC.

Notes to the Condensed Interim Consolidated Financial Statements

(Unaudited)

For the three months ended March 31, 2021 and 2020

(All amounts are in Canadian Dollars, unless otherwise stated)

1 Nature of operations

Lincoln Gold Mining Inc. (the “Company” or “Lincoln”) is incorporated under the Business Corporations Act, British Columbia. The Company’s head and registered office, principal address and records is Suite 400 – 789 West Pender Street, Vancouver, British Columbia, Canada, V6C 1H2. The Company is a precious metals exploration and development company.

The condensed interim consolidated financial statements of the Company for the three months ended March 31, 2021 comprise the Company and its subsidiaries (Note 2(b)). These condensed interim consolidated financial statements are presented in Canadian dollars and all values are rounded to the nearest dollar except where otherwise indicated. The Company is listed on the TSX Venture Exchange (“TSX-V: LMG”) and the Frankfurt Stock Exchange (“ZMG2”).

2 Basis of Presentation and Significant Accounting Policies

(a) Basis of preparation

The condensed interim consolidated financial statements for the three months ended March 31, 2021 have been prepared in accordance with IAS 34 – Interim Financial Reporting of International Financial Reporting Standards (“IFRS”) as issued by the International Accounting Standards Board (“IASB”) and Interpretations issued by the International Financial Reporting Interpretations Committee (“IFRIC”). The condensed interim consolidated financial statements do not include all the information and disclosures required in the annual consolidated financial statements, and should be read in conjunction with the Company’s annual consolidated financial statements as at and for the year ended December 31, 2020.

The condensed interim consolidated financial statements have been prepared on the historical cost basis except for certain financial instruments, which are measured at fair value. In addition, these consolidated financial statements have been prepared using the accrual basis of accounting, except for cash flow information.

These financial statements were reviewed by the Audit Committee and approved and authorized for issue by the Board of Directors on May 28, 2021.

Going concern assumption

These consolidated financial statements have been prepared by management on a going concern basis, which assumes that the Company will be able to realize its assets and discharge its liabilities in the normal course of business for the foreseeable future.

The Company has not yet determined whether its mineral properties contain ore reserves and the Company has incurred ongoing losses since inception. Further, the Company has a working capital deficiency of \$1,329,604 (December 31, 2020 - \$1,076,400) and total liabilities of \$2,280,026 (December 31, 2020 - \$2,248,072). The future success of the Company is dependent upon the confirmation of economically recoverable reserves, the ability of the Company to obtain necessary financing to successfully complete their exploration and development, and upon establishing future profitable production, or realization of proceeds on disposal.

Management recognizes that the Company will need to raise additional funds to maintain operations and while it has been successful in doing so in the past, there can be no assurance that it will be able to do so in the future. These material uncertainties may cast significant doubt upon the Company’s ability to continue as a going concern. These consolidated financial statements do not give effect to the adjustments that would be necessary to the carrying values and classification of assets and liabilities should the Company be unable to continue as a going concern. Such adjustments could be material.

In March 2020, the World Health Organization declared the coronavirus a global pandemic. This contagious disease outbreak and related adverse public health developments, which has continued to spread, has adversely affected workforces, economies, and financial markets globally, potentially leading to an economic downturn. It is not possible for the Company to predict the duration or magnitude of the adverse results of the outbreak and its effects on the Company’s business or ability to raise funds.

LINCOLN GOLD MINING INC.

Notes to the Condensed Interim Consolidated Financial Statements

(Unaudited)

For the three months ended March 31, 2021 and 2020

(All amounts are in Canadian Dollars, unless otherwise stated)

2 Basis of Presentation and Significant Accounting Policies (Cont'd)

(b) Consolidation

Subsidiaries

Subsidiaries are all entities (including special purpose entities) over which the Company has the power to govern the financial and operating policies generally accompanying a shareholding of more than one half of the voting rights. The existence and effect of potential voting rights that are currently exercisable or convertible are considered when assessing whether the group controls another entity. Subsidiaries are fully consolidated from the date on which control is transferred to the Company. They are de-consolidated from the date that control ceases.

Inter-company transactions, balances, income and expenses on transactions are eliminated. Profits or losses resulting from intercompany transactions that are recognized in assets are also eliminated. Accounting policies of subsidiaries are consistent with the policies adopted by the Company.

The consolidated financial statements include the financial statements of Lincoln Gold Mining Inc., the parent company and the subsidiaries listed below:

	Country of Incorporation	Economic interests	Principal activity
Lincoln Gold US Corp.	United States of America	100%	Mineral exploration
Lincoln Resource Group Corp.	United States of America	100%	Mineral exploration
Minera Lincoln de Mexico, S.A. de C.V.	Mexico	100%	Mineral exploration

3 Critical accounting estimates and judgements

The preparation of consolidated financial statements in conformity with IFRS requires management to make certain estimates, judgments and assumptions concerning the future. Although management uses historical experience and its best knowledge of the amount, events or actions to form the basis for judgments and estimates, actual results may differ from these estimates.

The most significant accounts that require estimates as the basis for determining the stated amounts include:

Income taxes

In assessing the probability of realizing income tax assets, management makes estimates related to expectations of future taxable income, applicable tax opportunities, expected timing of reversals of existing temporary differences and the likelihood that tax positions taken will be sustained upon examination by applicable tax authorities. In making its assessments, management gives additional weight to positive and negative evidence that can be objectively verified.

Share-based compensation

The Company uses the Black-Scholes option pricing model for valuation of share-based compensation. Option pricing models require the input of subjective assumptions including expected price volatility, interest rate and forfeiture rate. Changes in the input assumptions can significantly change the fair value estimate and the Company's earnings and equity reserves.

Critical judgments exercised in applying accounting policies that have the most significant effect on the amounts recognized in the consolidated financial statements are as follows:

Company's title on mineral property interests

Although the Company has taken steps to verify the title to mineral properties in which it has an interest, in accordance with industry practice for the current stage of exploration of such properties, these procedures do not guarantee the Company's title. Property title may be subject to unregistered prior agreements or transfers and title may be affected by undetected defects.

LINCOLN GOLD MINING INC.

Notes to the Condensed Interim Consolidated Financial Statements

(Unaudited)

For the three months ended March 31, 2021 and 2020

(All amounts are in Canadian Dollars, unless otherwise stated)

4 Right-of-use asset

The following table summarizes the Company's right-of-use asset:

Balance at January 1, 2020	88,103	\$
Depreciation	(50,344)	
Balance at December 31, 2020	37,759	
Depreciation	(12,586)	
Balance at March 31, 2021	25,173	

5 Mineral properties

The Company's mineral property interests are comprised of the following properties:

	United States		Total
	Pine Grove	Oro Cruz	
Balance at December 31, 2019	\$ 156,000	\$ -	\$ 156,000
Additions	299,005	-	299,005
Balance at December 31, 2020	455,055	-	455,055
Additions	30,000	-	30,000
Balance at March 31, 2020	485,005	-	485,005

Exploration expenditures (recoveries) incurred during the three months ended March 31, 2021:

	United States		Total
	Pine Grove	Oro Cruz	
Contractors	\$ 38,713	\$ 3,884	\$ 42,597
General administration	7,798	-	7,798
Legal	752	-	752
Property evaluation	285	-	285
Option payment received	-	(31,650)	(31,650)
Total mineral property expenditures	47,548	(27,766)	19,782

LINCOLN GOLD MINING INC.

Notes to the Condensed Interim Consolidated Financial Statements

(Unaudited)

For the three months ended March 31, 2021 and 2020

(All amounts are in Canadian Dollars, unless otherwise stated)

5 Mineral properties (Cont'd)

Exploration expenditures (recoveries) incurred during the three months ended March 31, 2020:

	United States		Total
	Pine Grove	Oro Cruz	
	\$	\$	\$
Contractors	48,525	4,613	53,138
General administration	6,047	-	6,047
Land maintenance	742	3,294	4,036
Permitting environment	7,782	38,785	46,577
Option payment received	-	(33,623)	(33,623)
Recovery from a joint venture partner	-	(62,925)	(62,925)
Total mineral property expenditures	63,096	(49,846)	13,250

Title to mineral properties involves certain inherent risks due to the difficulties of determining the validity of certain claims as well as the potential for problems arising from the frequently ambiguous conveyancing history characteristic of many mineral properties. The Company has investigated title to all of its mineral properties, and, to the best of its knowledge, title to all of its properties, are properly registered and in good standing.

United States

(a) Pine Grove Property, Nevada

During fiscal 2007, the Company entered into three separate agreements with Wheeler Mining Company ("Wheeler"), Lyon Grove, LLC ("Lyon Grove") (subsequently acquired by Goldcliff Resource Corporation in June 2016 and re-acquired by the Company in October 2019) and Harold Votipka ("Votipka") which collectively comprise the Pine Grove Property. In fiscal 2010, the Company added the Cavanaugh property.

- (i) In July 2007, the Company entered into an agreement with Wheeler to lease Wheeler's 100% owned mining claims in Lyon County, Nevada from July 13, 2007 to December 31, 2022 with an exclusive option to renew the lease by written notice to December 31, 2023. If the property is and remains in commercial production by November 1 of each year after 2022, the Company may renew the lease for a period of one year by delivering written notice to the owner prior to November 15 of that year.

The Company was required to produce a bankable feasibility study on the properties by December 31, 2010 and obtain all necessary funding to place the properties into commercial production. The Company has since received an extension as new technical data is being developed. The Company must pay an NSR of 3% - 7% upon commencement of commercial mining production based on gold prices and the Company must pay a 5% NSR on metals or minerals other than gold produced and sold from the properties.

The following non-refundable advance NSR payments must be made by the Company:

- US\$10,000 upon signing the agreement (paid); and
- US\$30,000 prior to each one-year anniversary of the lease (Years 1-6 paid by the Company; Years 7-12 paid by Goldcliff Resource Corporation ("Goldcliff") a company with a common director).

- (ii) In July 2007, the Company entered into an agreement with Votipka to acquire three claims located within the Pine Grove Mining District in Lyon County, Nevada in return for a payment of US\$12,000 (paid in 2007). Upon commencement of commercial production, the Company will pay a 5% NSR to Votipka. The Company retains the right to buy down up to 2.5% of the NSR at any time for US\$100,000 per percentage point.

LINCOLN GOLD MINING INC.

Notes to the Condensed Interim Consolidated Financial Statements

(Unaudited)

For the three months ended March 31, 2021 and 2020

(All amounts are in Canadian Dollars, unless otherwise stated)

5 Mineral properties (Cont'd)

(a) Pine Grove Property, Nevada (Cont'd)

- (iii) In August 2010, the Company and its wholly owned subsidiary Lincoln Gold US Corp ("Lincoln US") entered into a purchase agreement for Lincoln US to acquire unpatented mining claims and associated water rights (collectively known as the "Cavanaugh property") situated at the Company's Pine Grove project in Lyon County, Nevada. In consideration for the sale of the Cavanaugh property, the vendors have received a total of US\$650,000 and 4,000 common shares of the Company as follows:

- On closing	US\$250,000 and 1,500 shares (paid)
- August 23, 2011	US\$150,000 and 1,500 shares (paid)
- August 23, 2012	US\$150,000 and 1,000 shares (paid)
- August 23, 2013	US\$100,000 (paid)

The vendors will also retain a 1.5% NSR subject to the Company's option to buy down the royalty at a rate of US\$75,000 per one-half percent at any time up until 3 years after the Company's Board of Directors approves mine construction.

During the year ended December 31, 2016, the Company entered into an Exploration License Agreement (the "Agreement") with Placer Solutions LLC ("Placer"), a private company based in Montana, USA, to explore the placer claims on Lincoln's Pine Grover project in Nevada (the "Claim"). The Agreement applies to the Company's Pine Grove placer claims only as it is the Company's intent to develop its lode claims separately.

Under the terms of the Agreement, for a period of 18 months, the Company has granted Placer: i) the exclusive right to explore the Claims for a one-time payment of US\$10,000 (received), ii) an exclusive option to enter into a five (5) year mining lease on the Claims for an annual rental fee of US\$10,000 (received) for the first year and US\$6,000 thereafter and a net operating profit royalty of 20% (the "Lease Option").

Should Placer exercise the Lease Option, Placer has an exclusive right to purchase the Claims (and certain ancillary water rights) plus buyout the royalty for a total consideration of US\$1,500,000 for a period of three years from the anniversary of the lease. The Agreement may be terminated at Placer's discretion upon 60 days' written notice to the Company. The Agreement was terminated in 2019.

- (iv) In August 2016, the Company entered into an agreement with Goldcliff Resource Corporation ("Goldcliff") whereby Goldcliff can earn a 40% interest in the Wheeler and Votipka leases and Cavanaugh property in exchange for incurring US\$1,400,000 in exploration expenditure on the properties over three years, and conveying back to the Company a 60% interest in the Wilson lease that previously was acquired by Goldcliff. The Company is the operator for the earn-in. During the year ended December 31, 2019, Goldcliff decided not to proceed with this option and allowed it to lapse.

During the year ended December 31, 2017, the Company was informed by the Nevada State Division of Water Resources that it was forfeiting certain water rights at Pine Grove for non-use.

The Company filed a petition for judicial review of the decision of the Division of Water Resources seeking reinstatement of the water rights and the right to apply for an extension of time to place the water to beneficial use. The District Court entered its written decision in August 2017, granting the Company's petition. Lincoln has applied for an extension of time to place the water to beneficial use and will apply to change the point of diversion of the water to the Company's proposed mine site.

LINCOLN GOLD MINING INC.

Notes to the Condensed Interim Consolidated Financial Statements

(Unaudited)

For the three months ended March 31, 2021 and 2020

(All amounts are in Canadian Dollars, unless otherwise stated)

5 Mineral properties (Cont'd)

(a) Pine Grove Property, Nevada (Cont'd)

- (v) On October 8, 2019, the Company and Goldcliff entered into a Purchase Option Letter agreement to re-acquire from Goldcliff and its affiliates their interest in the Pine Grove Gold project for the consideration of USD \$200,000 cash and 2,750,000 common shares of the Company as follows:

Cash, USD \$200,000 to be paid as follows:

- Cash of US\$50,000 to be paid upon completion of the next financing of the Company (paid);
- Cash of US\$50,000 to be paid on or before March 31, 2020 (US\$25,000 paid);
- Cash of US\$50,000 to be paid on or before June 30, 2020 (not paid); and
- Cash of US\$50,000 to be paid on or before December 31, 2020 (not paid).

Shares, 2,750,000 shares to be issued as follows:

- Shares, 1,200,000 shares issued following the closing of the first financing (issued with a fair value of \$156,000);
- Shares, 800,000 shares to be issued on December 31, 2019 (issued with a fair value of \$80,000); and
- Shares, 750,000 shares to be issued on March 31, 2020 (issued with a fair value of \$150,000) (Note 12).

There is a "cutback" provision, provided that the Company shall not be required to issue shares to Goldcliff to the extent that such issuance would result in Goldcliff holding 10% or more of the outstanding shares of the Company, to the extent that the cutback reduces the number of shares above, the Company shall issue the shares that were subject to the cutback as soon as practicable after Goldcliff advises the Company that the issuance of such shares will not result in Goldcliff holding 10% or more of the outstanding shares of the Company.

- (vi) On March 19, 2021, the Company signed a non-binding Letter of Intent ("LOI") with Lyon Grove LLC to reduce the royalties on its Wilson property to 1% which comprises a substantial part of the Company's Pine Grove project in Nevada.

Under the terms of the LOI, the Company will buydown the current net smelter returns royalty ("NSR") on the Wilson property from 2.5% to 1.0% on the patented claims and from 5.0% to 1.0% on the claims that fall within the area of interest - for an aggregate consideration of US\$450,000 payable in quarterly instalments over six years commencing April 30, 2021.

The LOI is subject to, amongst other things, the execution of a definitive agreement, project financing, and regulatory approval, as applicable.

(b) Oro Cruz Property, California

In February 2010, the Company's 100% owned U.S. subsidiary, Lincoln Gold US Corp. ("Lincoln US"), concluded a lease agreement (the "Lease") to lease certain lode claims covering the Oro Cruz Property in Imperial County, California. The Lease involves advance royalty payments beginning at US\$50,000 per year and gradually increasing to US\$200,000 per year on the seventh anniversary and each subsequent anniversary of the effective date of February 22, 2010.

LINCOLN GOLD MINING INC.

Notes to the Condensed Interim Consolidated Financial Statements

(Unaudited)

For the three months ended March 31, 2021 and 2020

(All amounts are in Canadian Dollars, unless otherwise stated)

5 Mineral properties (Cont'd)

(b) Oro Cruz Property, California (Cont'd)

On May 1, 2018, the Company entered into a Purchase Option Letter agreement to re-acquire a 100% interest in the Hercules claims from ADGIS, Inc. ("ADGIS") (this agreement replaces the original agreement from February 2010) ("ADGIS Agreement"). The Company must make scheduled payments to ADGIS totaling US\$500,000 over five years and royalty payments as follows:

- US\$25,000 by May 15, 2018 (paid)
- US\$25,000 by August 1, 2018 (paid)
- US\$25,000 by October 1, 2018 (paid)
- US\$25,000 by December 1, 2018 (paid)
- US\$50,000 by May 15, 2019 (paid)
- US\$50,000 by May 15, 2020 (paid by Southern Empire Resources Corp.)
- US\$100,000 by May 15, 2021
- US\$100,000 by May 15, 2022
- US\$100,000 by May 15, 2023
- 2% net smelter return royalty from production within the Hercules claim boundaries ("Hercules Royalty")
- 1% net smelter return royalty from production generated by the Company outside the Hercules claim boundaries and within a 1-mile radius of the Hercules claims ("Buffer Royalty")

0.5% of the Hercules Royalty and the Buffer Royalty together can be repurchased by the Company for US\$500,000, which would reduce the Hercules Royalty to 1.5% and the Buffer Royalty to 0.5%.

An additional 0.5% of the Hercules Royalty can be repurchased by the Company for US\$500,000 to reduce the Hercules royalty to 1%.

On February 28, 2019, the Company granted to Demerara Gold Corp. ("Demerara") and Bell Mountain Exploration Corp. ("Bell Mountain" – a subsidiary of Eros Resources Corp.) the right to enter into a formal Option and Joint Venture Agreement for the exploration of the Oro Cruz property. To earn a 75% interest, Demerara and Bell Mountain will have to spend approximately USD\$2.1 million in property payments, exploration and development over the next five years. With the signing of the formal agreement below, these advances are no longer payable, will be acknowledged as applied towards exploration expenditures and have been recorded as a recovery.

On October 1, 2019, the Company entered into a formal Option and Joint Venture Agreement with Demerara and Bell Mountain. Collectively the "Optionee", granting the Optionee an option to purchase up to an undivided 75% interest in the Oro Cruz Property, (see "Owl" below).

i) First Option – 51% interest in the Oro Cruz Property

The Company grants the Optionee the right to acquire a 51% interest in the Oro Cruz Property by paying US\$110,000 cash, funding the payments made to maintain the ADGIS Agreement in good standing, and incurring US\$1,000,000 in exploration expenditures as follows:

Cash of US\$110,000 as follows:

- Cash of US\$10,000 paid to the Company – received March 6, 2019;
- Cash of US\$25,000 to be paid to the Company on or before February 15, 2020 (received);
- Cash of US\$25,000 to be paid to the Company on or before February 15, 2021 (received);
- Cash of US\$25,000 to be paid to the Company on or before February 15, 2022;
- Cash of US\$25,000 to be paid to the Company on or before February 15, 2023.

LINCOLN GOLD MINING INC.

Notes to the Condensed Interim Consolidated Financial Statements

(Unaudited)

For the three months ended March 31, 2021 and 2020

(All amounts are in Canadian Dollars, unless otherwise stated)

5 Mineral properties (Cont'd)

(b) Oro Cruz Property, California (Cont'd)

Cash payments to ADGIS, Inc.:

- Cash of US\$50,000 paid to ADGIS – paid May 15, 2019 (paid);
- Cash of US\$50,000 to be paid to ADGIS on or before April 15, 2020 (paid);
- Cash of US\$100,000 to be paid to ADGIS on or before April 15, 2021;
- Cash of US\$100,000 to be paid to ADGIS on or before April 15, 2022;
- Cash of US\$100,000 to be paid to ADGIS on or before April 15, 2023.

Exploration expenditures of US\$1,000,000 as follows:

- Exploration of US\$200,000 acknowledged as incurred to October 1, 2019 (incurred);
- Exploration of US\$400,000 cumulative to be incurred before October 1, 2020 (incurred);
- Exploration of US\$700,000 cumulative to be incurred before October 1, 2021;
- Exploration of US\$1,000,000 cumulative to be incurred before October 1, 2022.

ii) Second Option – 75% interest in the Oro Cruz Property (being 51% plus an additional 24%)

The Company grants the Optionee the right to acquire an additional 24% interest in the Oro Cruz Property by making cash payments or incurring exploration expenditures in any combination thereof to a total of US\$600,000 on or before October 1, 2023.

On March 18, 2020, Southern Empire Resources Corp. (formerly Owl Capital Corp.) (“Southern Empire”) closed its Qualifying Transaction with Eros Resources Corp. (“Eros”) and Demerara whereby Southern Empire acquired Demerara and Eros and thereby assumed the option to acquire a 75% interest in the Oro Cruz Property.

On May 20, 2020, the Company entered into a sale and purchase agreement to assign a 25% interest in and to the ADGIS Agreement and an undivided 25% interest in and to the Oro Cruz Property (Note 10) in full and final settlement of the total advances of \$440,000 from Mr. Ronald K. Netolitzky and two other companies controlled by Mr. Ronald K. Netolitzky.

6 Accounts payable and accrued liabilities

	March 31, 2021	December 31, 2020
	\$	\$
Accounts payable	455,590	463,863
Accrued liabilities	20,000	37,367
Closing balance	475,590	501,230
Current portion of accounts payable and accrued liabilities	(309,548)	(329,954)
Long-term portion of accounts payable and accrued liabilities	166,042	171,276

LINCOLN GOLD MINING INC.

Notes to the Condensed Interim Consolidated Financial Statements

(Unaudited)

For the three months ended March 31, 2021 and 2020

(All amounts are in Canadian Dollars, unless otherwise stated)

6 Accounts payable and accrued liabilities (Cont'd)

On February 25, 2020, the Company negotiated a debt reorganization with certain creditors to defer repayment of accounts payable and accrued liabilities in the total amount of \$196,262 (€136,000), for a period of up to three years from the date of the debt settlement agreement with each respective party.

Repayment is due on the following terms:

Third anniversary of debt settlement agreement	\$212,269 (€136,000)
--	----------------------

The accounts payable and accrued liabilities related to these certain creditors in the debt reorganization is initially measured at the present value of the payments in the amount of \$145,575 on the debt settlement date, using a discount rate of 10%. This resulted in the Company recognizing a gain on settlement of debt of \$50,687 and interest expense of \$13,553 during the year ended December 31, 2020. During the three months ended March 31, 2021, the Company recognized interest expense of \$4,219.

7 Provisions

The Company's recognized a constructive provision for environmental rehabilitation relating to a Pine Grove Property road, which will require future cleanup costs estimated to be approximately US\$70,000. Management expects that the cleanup costs would be incurred in the future, at the end of the expected useful life of the property; however, as the technical feasibility of Pine Grove Property has not been completed yet, the life of the property is uncertain at the reporting date. The provision represents best management estimates and includes the following assumptions: term – 10 years; inflation rate – 0.7%, pre-tax risk-free interest rate – 2.8%.

The closing balance is summarized as follows:

	March 31, 2021	December 31, 2020
Beginning balance	\$ 82,758	\$ 84,422
Changes in exchange rates	(1,020)	(1,664)
Closing balance	81,738	82,758

During the three months ended March 31, 2021 and 2020, the finance costs in relation to the accretion of the provision are negligible.

8 Lease liability

	Total
Balance at January 1, 2020	\$ 95,105
Interest expense	7,188
Lease payments	(59,056)
Balance at December 31, 2020	43,237
Interest expense	964
Lease payments	(15,019)
Balance at March 31, 2021	29,182
Current portion of lease liability	(29,182)
Long-term portion of lease liability	-

LINCOLN GOLD MINING INC.

Notes to the Condensed Interim Consolidated Financial Statements

(Unaudited)

For the three months ended March 31, 2021 and 2020

(All amounts are in Canadian Dollars, unless otherwise stated)

8 Lease liability (Cont'd)

The Company's future lease commitment as at March 31, 2021 is as follows:

	\$
2021	30,039
	<u>30,039</u>

9 Loans payable

The following loans were provided by the President of the Company to support its working capital requirements.

	Three months ended March 31, 2021	Year ended December 31, 2020
	\$	\$
Opening balance	46,976	59,795
Discount on debt settlement	-	(9,554)
Loans repaid during the period	-	(7,756)
Interest accrued during the period	1,219	4,491
Closing balance	48,195	46,976
Current portion of loans payable	(24,240)	(13,856)
Long-term portion of loans payable	23,955	33,120

The loan is unsecured, bearing interest at 5% per annum, calculated and payable on demand.

On February 25, 2020, the Company negotiated a debt reorganization with respect to this unsecured demand loan to defer repayment in the amount of \$60,000 for a period of up to three years from the date of the debt settlement agreement. Repayment of \$20,000 is due on the one year anniversary of the debt settlement agreement, \$10,000 is due on the second year anniversary of the debt settlement agreement and \$30,000 is due on the third anniversary of the debt settlement agreement.

This loan payable related to the debt reorganization is initially measured at the present value of the payments in the amount of \$50,446 on the debt settlement date, using a discount rate of 10%. This resulted in the Company recognizing a gain on settlement of debt of \$9,554 and interest expense of \$2,675 during the year ended December 31, 2020. During the three months ended March 31, 2021, the Company recognized interest expense of \$834.

10 Promissory notes

	Three months ended March 31, 2021	Year ended December 31, 2020
	\$	\$
Opening balance	591,663	1,064,987
Interest accrued during the period	10,301	50,285
Settlement of promissory notes	-	(503,000)
Foreign exchange	(6,099)	(20,609)
Closing balance	595,865	591,663

The Company has received advances of \$440,000 from Mr. Ronald K. Netolitzky, a previous control person of the Company, and two other companies controlled by Mr. Ronald K. Netolitzky. The advances were unsecured, non-interest bearing and due on demand. On May 20, 2020, the Company entered into a sale and purchase agreement to assign a 25% interest in and to the ADGIS Agreement and an undivided 25% interest in and to the Oro Cruz Property (Note 5) in full and final settlement of the total advances of \$440,000. The Company recognized a gain on settlement of debts of \$440,000 related to this sale and purchase agreement during the year ended December 31, 2020.

LINCOLN GOLD MINING INC.

Notes to the Condensed Interim Consolidated Financial Statements

(Unaudited)

For the three months ended March 31, 2021 and 2020

(All amounts are in Canadian Dollars, unless otherwise stated)

10 Promissory notes (Cont'd)

During the year ended December 31, 2015, the Company received \$50,000 from an insider of the Company. The loan was unsecured and evidenced by promissory notes bearing interest at 6% per annum, calculated and payable on demand. On March 9, 2020, the Company issued 630,000 common shares for settlement of debt in the amount of \$63,000 consisting of principal balance of \$50,000 and interest of \$13,000 (Note 12).

During the year ended December 31, 2015, the Company received US\$66,000 from a company that has an insider in common with Lincoln. During the year ended December 31, 2017, the existing promissory note was terminated and both parties subsequently entered into a new promissory note agreement consisting of the existing principal and interest in the aggregate amount of US\$71,000. The loan is secured by the Company's US properties and evidenced by a promissory note bearing interest at 9% per annum. Principal and accrued interest was payable upon termination of the note on September 15, 2017. On January 3, 2018, the Company issued 64,344 common shares for settlement of debt in the amount of \$32,172.

During the year ended December 31, 2016, the Company received \$6,527 from a company with certain directors in common. The loan is unsecured, non-interest bearing and due on demand.

On August 24, 2018, September 11, 2018, October 23, 2018, January 23, 2019, March 29, 2019, and May 30, 2019, the Company received \$65,180 (US\$50,000), \$65,070 (US\$50,000), \$91,994 (US\$70,000), \$93,436 (US\$70,000), \$66,815 (US\$50,000) and \$53,344 (US\$40,000) from Dragon Hill Creation Limited, respectively, a company controlled by a director of the Company. The loans are unsecured and evidenced by promissory notes bearing interest at 10% per annum, calculated and payable on the termination date of the promissory notes being June 30, 2019. The Company may prepay the principal, in whole or in part, at any time without penalty.

11 Related party transactions

The following transactions were carried out with related parties:

Key management personnel – services rendered and other compensation

Key management includes officers and directors – executive and non-executive. The compensation paid or payable to key management personnel for the services rendered during the three months ended March 31, 2021 and 2020 were as follows:

	Three months ended March 31, 2021	Three months ended March 31, 2020
Management fees	\$ 27,000	\$ 27,000
Corporate fees	-	7,500
Exploration expenses	38,713	47,625
Accounting fees	10,500	15,000
Total	76,213	97,125

The amounts disclosed in the table are the amounts recognized as an expense during the reporting period. The Company also reimburses key executive directors for travel and other expenses incurred in the normal course of business.

LINCOLN GOLD MINING INC.

Notes to the Condensed Interim Consolidated Financial Statements

(Unaudited)

For the three months ended March 31, 2021 and 2020

(All amounts are in Canadian Dollars, unless otherwise stated)

11 Related party transactions (Cont'd)

Balance due to related parties

	As at March 31, 2021	As at December 31, 2020
	\$	\$
Executive officers and their controlled companies	1,040,456	973,208
Directors	9,000	9,000
Total	1,049,456	982,208
Current portion of balance due to related parties	(436,331)	(263,467)
Long-term portion of balance due to related parties	613,125	718,741

On February 25, 2020, the Company negotiated a debt reorganization with certain related parties to defer repayment in the total amount of \$930,000, consisting of \$407,000 and US\$394,000, for a period of up to three years from the date of the debt settlement agreement with each respective party. Repayment is due on the following terms:

First anniversary of debt settlement agreement	\$5,000 payable to the former CFO \$6,366 (US\$5,000) payable to VP of Operations \$19,098 (US\$15,000) payable to VP of Exploration
Second anniversary of debt settlement agreement	\$35,000 payable to the President \$5,000 payable to the former CFO \$26,737 (US\$21,000) payable to VP of Operations \$53,474 (US\$42,000) payable to VP of Exploration
Third anniversary of debt settlement agreement	\$362,000 payable to the President \$115,861 (US\$91,000) to VP of Operations \$280,104 (US\$220,000) payable to VP of Exploration

The balance due to these related parties related to the debt reorganization is initially measured at the present value of the payments in the amount of \$865,181 on the debt settlement date, using a discount rate of 10%. This resulted in the Company recognizing a gain on settlement of debt of \$223,724 and interest expense of \$59,719 during the year ended December 31, 2020. During the three months ended March 31, 2021, the Company recognized interest expense of \$18,063.

Balance due from related parties

	As at March 31, 2021	As at December 31, 2020
	\$	\$
Companies with a director in common	445	590
Total	445	590

The balances due from related parties are included in receivables.

Loans from related parties

See Notes 9, 10 and 12 for further details.

Other transactions with related parties

During the three months ended March 31, 2021, the Company received \$2,613 (2020 - \$9,180) from Golden Band Resources Inc., a company with certain officers and directors in common and Goldcliff, for office rent.

Goldcliff is a public company with a common director of the Company – See Note 5.

LINCOLN GOLD MINING INC.

Notes to the Condensed Interim Consolidated Financial Statements

(Unaudited)

For the three months ended March 31, 2021 and 2020

(All amounts are in Canadian Dollars, unless otherwise stated)

11 Related party transactions (Cont'd)

On March 9, 2020, the Company issued 1,570,000 common shares to settle indebtedness to certain related parties of \$157,000 (Note 12).

12 Share capital and reserves

a) Authorized share capital

As at March 31, 2021 and December 31, 2020, the authorized share capital of the Company is an unlimited number of common shares without par value. All issued shares, consisting only of common shares are fully paid. As at March 31, 2021 there were 29,706,082 (December 31, 2020 – 29,456,082) fully paid common shares issued.

On March 9, 2021, the Company issued 250,000 shares at a value of \$30,000 to Goldcliff, pursuant to the Pine Grove Property, Nevada mineral interest (Note 5).

On December 17, 2020, the Company issued 2,180,000 common shares pursuant to the exercise of 2,180,000 warrants at an exercise between \$0.10 and \$0.14 per share for total proceeds of \$273,200.

On August 28, 2020, the Company issued 500,000 shares at a value of \$120,000 to Goldcliff, pursuant to the Pine Grove Property, Nevada mineral interest (Note 5).

On August 28, 2020, the Company issued 1,055,123 fully paid common shares pursuant to the exercise of 1,055,123 special warrants. On exercise, \$63,307 was allocated from capital reserves to share capital.

On August 13, 2020, the Company closed a non-brokered private placement. The Company issued a total of 4,856,363 units at a price of \$0.11 per unit for total gross proceeds of \$534,200. Each unit is comprised of one common share of the Company and one-half common share purchase warrant. Each warrant entitles the holder to purchase one additional common share of the Company at a price of \$0.15 per share until August 13, 2022. The Company paid cash finders' fees of \$9,625 and issued 237,045 finders' warrants at a value of \$37,111. Each finders' warrant entitles the holder to purchase one common share of the Company at a price of \$0.15 per share until August 13, 2022. The fair value of the finders' warrants was calculated using the Black-Scholes Option Pricing Model with an expected life of three years, interest rate of 0.28%, dividend yield of % and expected volatility of 182%.

On April 17, 2020, the Company issued 800,000 shares at a value of \$80,000 to Goldcliff, pursuant to the Pine Grove Property, Nevada mineral interest (Note 5).

On April 8, 2020, the Company closed a non-brokered private placement. The Company issued a total of 2,200,000 units at a price of \$0.075 per unit for total gross proceeds of \$165,000. Each unit is comprised of one common share of the Company and one-half common share purchase warrant. Each warrant entitles the holder to purchase one additional common share of the Company at a price of \$0.10 per share until April 8, 2022. An amount of \$33,000 was allocated to reserves in connection with the residual value of warrants issued.

On March 9, 2020, the Company completed a debt settlement agreement with various creditors of the Company with respect to outstanding debt (including principal and interest) totaling \$220,000. Of this amount, 1,570,000 common shares were issued to settle indebtedness to certain related parties of \$157,000 and 630,000 common shares were issued to settle promissory notes payable of \$63,000 (Notes 10 and 11). The common shares issued had a fair value of \$165,000 resulting in a gain on settlement of debts of \$55,000.

LINCOLN GOLD MINING INC.

Notes to the Condensed Interim Consolidated Financial Statements

(Unaudited)

For the three months ended March 31, 2021 and 2020

(All amounts are in Canadian Dollars, unless otherwise stated)

12 Share capital and reserves (Cont'd)

b) Capital reserves

	Capital reserve – options	Capital reserve – warrants	Capital reserve – convertible debenture	Total
	\$	\$	\$	\$
Balance as at December 31, 2019	1,227,184	1,466,424	215,386	2,908,994
Private placement	-	33,000	-	33,000
Exercise of warrants	-	(51,600)	-	(51,600)
Exercise of special warrants	-	(63,307)	-	(63,307)
Finders' warrants issued	-	37,111	-	37,111
Share-based compensation	522,267	-	-	522,267
Balance as at December 31, 2020	1,749,451	1,421,628	215,386	3,386,465
Share-based compensation	4,572	-	-	4,572
Balance as at March 31, 2021	1,754,023	1,421,628	215,386	3,391,037

c) Stock options

As at March 31, 2021, the Company had outstanding stock options, enabling the holders to acquire further common shares as follows:

Number of Shares	Exercise Price	Expiry Date
2,250,000	\$0.30	August 17, 2025
200,000	\$0.30	October 7, 2025
2,450,000		

Stock option transactions for the three months ended March 31, 2021 and year ended December 31, 2020 are summarized as follows:

	Three months ended March 31, 2021		Year ended December 31, 2020	
	Number of Options	Weighted average exercise price	Number of Options	Weighted average exercise price
		\$		\$
Balance, beginning of period	2,450,000	0.30	-	-
Granted	-	-	2,500,000	0.30
Expired/Cancelled	-	-	(50,000)	0.30
Balance, end of period	2,450,000	0.30	2,450,000	0.30
Options exercisable, end of period*	2,400,000	0.30	2,375,000	0.30

* 100,000 options are subject to a vesting period.

During the year ended December 31, 2020, the Company granted 2,500,000 stock options with a fair value of \$0.2119 per option and recorded \$522,267 (2019 - \$Nil) as share-based compensation for options vested during the year.

LINCOLN GOLD MINING INC.

Notes to the Condensed Interim Consolidated Financial Statements

(Unaudited)

For the three months ended March 31, 2021 and 2020

(All amounts are in Canadian Dollars, unless otherwise stated)

12 Share capital and reserves (Cont'd)

The following weighted-average assumptions were used for the Black-Scholes valuation of stock options granted during the three months ended March 31, 2021 and year ended December 31, 2020:

	Three months ended March 31, 2021	Year ended December 31, 2020
Risk-free interest rate	-	0.36%
Expected life of options	-	5 years
Forfeiture rate	-	0%
Annualized volatility	-	176%
Dividend rate	-	0%

d) Warrants

As at March 31, 2021, the Company had share purchase warrants, enabling the holders to acquire further common shares as follows:

Number of Shares	Exercise Price	Expiry Date
1,820,000	\$0.14	October 30, 2021
300,000	\$0.10	April 8, 2022
3,328,590	\$0.80	April 26, 2022
2,665,227	\$0.15	August 13, 2022
8,113,817		

Warrants transactions for the three months ended March 31, 2021 and year ended December 31, 2020 are summarized as follows:

	Three months ended March 31, 2021		Year ended December 31, 2020	
	Number of Warrants	Weighted average exercise price	Number of Warrants	Weighted average exercise price
Balance, beginning of period	8,113,817	\$ 0.41	6,528,590	\$ 0.48
Issued	-	-	3,765,227	0.14
Exercised	-	-	(2,180,000)	0.13
Balance, end of period	8,113,817	0.41	8,113,817	0.41

e) Special warrants

In June 2017, the Company completed a debt settlement agreement. As part of the debt settlement the Company issued 1,600,000 special warrants with a value of \$960,000. Each Special warrant may be exercised for one fully paid and non-assessable common share of the Company without payment of additional consideration for a period of 10 years from the date of issue. The special warrants had no voting rights and no entitlement to dividends.

On July 10, 2019, 544,877 special warrants were exercised into 544,877 common shares.

On August 28, 2020, 1,055,123 special warrants were exercised into 1,055,123 common shares.

There are no remaining special warrants at March 31, 2021.

LINCOLN GOLD MINING INC.

Notes to the Condensed Interim Consolidated Financial Statements

(Unaudited)

For the three months ended March 31, 2021 and 2020

(All amounts are in Canadian Dollars, unless otherwise stated)

13 Financial instruments

Capital risk management

The Company defines its capital as shareholders' deficiency. The Company manages its capital structure and makes adjustments to it, based on the funds available to the Company, in order to support the acquisition, exploration and development of mineral properties. The Board of Directors does not establish quantitative return on capital criteria for management, but rather relies on the expertise of the Company's management to sustain future development of the business. The properties in which the Company currently has interests are in the exploration stage. As such, the Company has historically relied on the equity markets to fund its activities. In addition, the Company is dependent upon external financings to fund activities. In order to carry out planned exploration and pay for administrative costs, the Company will need to raise additional funds in the future until the production commences. The Company will continue to assess new properties and seek to acquire an interest in additional properties if management consider there is sufficient geologic or economic potential and the Company has adequate financial resources and support from investors. Management reviews its capital management approach on an ongoing basis and believes that this approach, given the relative size of the Company, is reasonable. There were no changes to the Company's approach to capital management during the current period.

Categories of financial instruments

	March 31, 2021	December 31, 2020
	\$	\$
Financial assets *		
<i>Amortized at cost</i>		
Cash	17,308	113,895
Other receivables	30,477	31,154
	47,785	145,049
Financial liabilities		
<i>Amortized at cost</i>		
Accounts payable and accrued liabilities	475,590	501,230
Due to related parties	1,049,456	982,208
Lease liability	29,182	43,237
Loans payable	48,195	46,976
Promissory notes	595,865	591,663
	2,198,288	2,165,314

* Sales taxes recoverable do not represent financial instruments and are excluded from the analysis

The Company is exposed to varying degrees to a variety of financial instrument related risks:

Fair value

The carrying value of cash, other receivables, accounts payable and accrued liabilities, due to related parties, loans payable, and promissory notes are measured at amortized cost. The carrying value of lease liability approximated its fair value as it bears interest that approximates current market rates.

Foreign exchange risk

The Company's operations in the United States expose the Company to foreign exchange risk. The Company is subject to currency risk due to the fluctuations of exchange rates between the Canadian and US dollars. The Company does not believe it is exposed to significant foreign exchange risk. A 10% fluctuation in the foreign exchange rate between the Canadian and US dollar will result in a foreign exchange gain/loss of approximately \$141,000. The Company does not enter into derivative financial instruments to mitigate foreign exchange risk.

Credit risk

The Company is not exposed to material credit risk.

LINCOLN GOLD MINING INC.

Notes to the Condensed Interim Consolidated Financial Statements

(Unaudited)

For the three months ended March 31, 2021 and 2020

(All amounts are in Canadian Dollars, unless otherwise stated)

13 Financial instruments (Cont'd)

Interest rate risk

Interest rate risk is the risk the fair value or future cash flows of a financial instrument will fluctuate because of changes in market interest rates. The Company does not hold any financial liabilities with variable interest rates.

Liquidity risk

The Company's ability to continue as a going concern is dependent on management's ability to raise required funding through future equity issuances and through short-term borrowing. The Company manages its liquidity risk by forecasting cash flows from operations and anticipating any investing and financing activities. Management and the Board of Directors are actively involved in the review, planning and approval of significant expenditures and commitments.

Price risk

The ability of the Company to explore its mineral properties and the future profitability of the Company are directly related to the market price of precious metals. The Company monitors precious metals prices to determine the appropriate course of action to be taken by the Company.

14 Supplemental cash flow information

	Three months ended March 31, 2021	Three months ended March 31, 2020
	\$	\$
Cash paid for interest	-	-
Cash paid for income taxes	-	-

On March 9, 2021, the Company issued 250,000 shares at a value of \$30,000 to Goldcliff pursuant to the Pine Grove Property, Nevada mineral interest (Note 12).

On August 28, 2020, the Company issued 500,000 shares at a value of \$120,000 to Goldcliff pursuant to the Pine Grove Property, Nevada mineral interest (Note 12).

On May 20, 2020, the Company entered into a sale and purchase agreement to assign a 25% interest in and to the ADGIS Agreement and an undivided 25% interest in and to the Oro Cruz Property (Notes 5 and 10) in full and final settlement of the total advances of \$440,000. The Company recognized a gain on settlement of debts of \$440,000 related to this sale and purchase agreement during the year ended December 31, 2020.

On April 17, 2020, the Company issued 800,000 shares at a value of \$80,000 to Goldcliff pursuant to the Pine Grove Property, Nevada mineral interest (Note 12).

On March 9, 2020, the Company issued 2,200,000 common shares of the Company to settle outstanding debt totaling \$220,000 (Notes 10 and 12).

On February 25, 2020, the Company negotiated a debt reorganization with certain creditors to defer repayment of accounts payable and accrued liabilities, loan payable and balances due to related parties. The initial measurement of the present value of the payments resulted in the Company recognizing a gain on settlement of debt of \$283,965 during the year ended December 31, 2020.

LINCOLN GOLD MINING INC.

Notes to the Condensed Interim Consolidated Financial Statements

(Unaudited)

For the three months ended March 31, 2021 and 2020

(All amounts are in Canadian Dollars, unless otherwise stated)

15 Segmented information

The Company operates in one reportable operating segment, being the acquisition, exploration and evaluation of mineral properties.

The Company operates within two geographic areas – United States of America and Canada.

	Non-current assets
	\$
December 31, 2020	
United States of America	456,787
Canada	53,706
	510,493
March 31, 2021	
United States of America	486,766
Canada	40,771
	527,537

16 Subsequent events

On April 25, 2021, the Company entered into an option agreement (“Agreement”) to acquire an undivided 100% interest to the Shawinigan Property, located in the Shawinigan Township, Montreal. For consideration, the Company will make cash payments, issue common shares of the Company and incur exploration expenditures as follows:

Cash payments of \$380,000 as follows:

- \$20,000 to be paid within 30 days of approval from TSX Venture Exchange
- \$15,000 to be paid on or before October 25, 2021
- \$15,000 to be paid on or before the first anniversary of the Agreement
- \$20,000 to be paid on or before October 25, 2022
- \$20,000 to be paid on or before the second anniversary of the Agreement
- \$20,000 to be paid on or before October 25, 2023
- \$40,000 to be paid on or before the third anniversary of the Agreement
- \$50,000 to be paid on or before October 25, 2024
- \$50,000 to be paid on or before the fourth anniversary of the Agreement
- \$50,000 to be paid on or before October 25, 2025
- \$80,000 to be paid on or before the fifth anniversary of the Agreement

Issue common shares as follows:

- 300,000 common shares within 30 days of approval from TSX Venture Exchange
- 300,000 common shares on or before the first anniversary of the Agreement
- 300,000 common shares on or before the second anniversary of the Agreement
- 300,000 common shares on or before the third anniversary of the Agreement
- 400,000 common shares on or before the fourth anniversary of the Agreement
- 500,000 common shares on or before the fifth anniversary of the Agreement
- 500,000 common shares upon the Company filing a NI 43-101 technical report with the applicable Canadian securities regulators that include mineral reserves and resources in the property

LINCOLN GOLD MINING INC.

Notes to the Condensed Interim Consolidated Financial Statements

(Unaudited)

For the three months ended March 31, 2021 and 2020

(All amounts are in Canadian Dollars, unless otherwise stated)

16 Subsequent events (Cont'd)

Incur exploration expenditures as follows:

- \$250,000 within 12 months period from the date of the Agreement
- \$250,000 within two years period from the date of the Agreement
- \$500,000 within three years period from the date of the Agreement
- \$500,000 within four years period from the date of the Agreement
- \$500,000 within five years period from the date of the Agreement

The optionor will retain a 2% NSR of which 1% can be purchased by the Company for \$1,500,000.

Subsequent to the three months ended March 31, 2021, the Company signed a non-binding Letter of Intent (“LOI”) with Wheeler on the Wheeler property which comprises a substantial part of the Company’s Pine Grove project. Under the terms of the LOI, the Company will buydown the NSR from 7% to 2% for an aggregate consideration of US\$5,000,000 over 6 years as follows:

- US\$100,000 payable on September 30, 2021, June 30, 2022 and December 31, 2022;
- US\$200,000 payable on September 30, 2023 and April 30, 2024;
- US\$500,000 payable on June 30, 2024, September 30, 2024 and December 31, 2024;
- US\$750,000 payable on April 30, 2025, August 31, 2025 and December 31, 2025; and
- US\$550,000 payable on April 30, 2026.

The LOI is subject, amongst other things, the execution of a definitive agreement, project financing and regulatory approval, as applicable.



FORM 51-102F1

MANAGEMENT DISCUSSION AND ANALYSIS (MD&A) WHICH HAS BEEN PREPARED ON MAY 28, 2021 TO ACCOMPANY THE UNAUDITED CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS OF LINCOLN GOLD MINING INC. (THE "COMPANY" OR "LINCOLN") FOR THE THREE MONTHS ENDED MARCH 31, 2021.

This Management's Discussion and Analysis ("MD&A"), should be read in conjunction with the unaudited condensed interim consolidated financial statements of the Company for the three months ended March 31, 2021 and the annual audited consolidated financial statements of the Company for the year ended December 31, 2020. All financial amounts are stated in Canadian currency unless stated otherwise.

The financial statements and the management's discussion and analysis are intended to provide a reasonable base for the investor to evaluate the Company's financial situation.

The financial statements have been prepared using accounting policies consistent with International Financial Reporting Standards ("IFRS"). All dollar amounts contained in this MD&A are expressed in Canadian dollars, unless otherwise specified.

Where we say "we", the "Company" or "numbered company", we mean Lincoln Gold Mining Inc., the parent company and its wholly-owned subsidiaries, as it may apply.

This management discussion and analysis may contain forward-looking statements in respect of various matters including upcoming events and include without limitation, statements regarding discussions of the Company's business strategy, future plans, projections, objectives, estimates and forecasts and statements as to management's expectations with respect to, among other things, the development of the Company's project. These forward-looking statements involve numerous risks and uncertainties and actual results may vary. Important factors that may cause actual results to vary include without limitation, certain transactions, certain approvals, changes in commodity prices, risks inherent in exploration results, timing and success, inaccurate geological and metallurgical assumptions (including with respect to the size, grade and recoverability of mineral reserves and mineral resources), delays in the receipt of government approvals, and changes in general economic conditions or conditions in the financial markets, the state of the world's health physically and financially in dealing with Covid-19. In making the forward-looking statements in this MD&A, the Company has applied several material assumptions, including without limitation, the assumptions that: (1) any additional financing needed will be available on reasonable terms.

Additional factors that could cause actual results to differ materially from those expressed or implied by such forward-looking statements include, among other factors: (1) weak commodity prices and general metal price volatility; (2) the state of the global economy and economic and political events, including the deterioration of the global capital markets, affecting supply and demand and economic and political events affecting supply and demand; and (3) securing and the nature of regulatory permits and approvals and the costs of complying with environmental, health and safety laws and regulations.

The Company cannot assure investors that any of these assumptions will prove to be correct.

The words "expect," "anticipate," "estimate," "may," "will," "should," "intend," "believe," "target," "budget," "plan," "projection" and similar expressions are intended to identify forward-looking statements. Information concerning mineral reserve and mineral resource estimates also may be considered forward-looking statements, as such information constitutes a prediction of what mineralization might be found to be present during operations or if and when an undeveloped project is actually developed.

FORM 51-102F1
MANAGEMENT'S DISCUSSION AND ANALYSIS
For the three months ended March 31, 2021

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These factors should be considered carefully, and readers should not place undue reliance on the Company's forward-looking statements. The Company believes that the expectations reflected in the forward-looking statements, including future-oriented financial information, contained in this MD&A and any documents incorporated by reference are reasonable, but no assurance can be given that these expectations will prove to be correct. In addition, although the Company has attempted to identify important factors that could cause actual actions, events or results to differ materially from those described in forward-looking statements, including future-oriented financial information, there may be other factors that cause actions, events, or results not to be as anticipated, such as future waves of Covid -19, estimated, or intended. The Company undertakes no obligation to disclose publicly any future revisions to forward-looking statements, including future-oriented financial information, to reflect events or circumstances after the date of this MD&A, or to reflect the occurrence of unanticipated events, except as expressly required by law.

Additionally, the forward-looking statements, including future-oriented financial information contained herein, are presented solely for the purpose of conveying our reasonable belief of the direction of the Company and may not be appropriate for other purposes.

The results or events predicted in these forward-looking statements may differ materially from the actual results or events. The Company disclaims any obligation to update or revise any forward-looking statements, whether as a result of new information, future events or otherwise, except as may be required under applicable securities laws.

This MD&A contains certain forward-looking statements based on the best beliefs, and reasonable assumptions of the management of Lincoln Gold Mining Inc. There are many risks and uncertainties attached to the mineral exploration business. Given these risks and uncertainties, the reader should not place undue reliance on these forward-looking statements.

Additional information relating to the Company's activities may be found on the Company's website at www.lincolnmining.com and at www.sedar.com.

1. Overview

Lincoln Gold Mining Inc. (the "Company" or "Lincoln") is incorporated under the Business Corporations Act, British Columbia. The Company's head and registered office, principal address and records is Suite 400 - 789 West Pender Street, Vancouver, British Columbia, Canada, V6C 1H2. The Company is listed on the TSX Venture Exchange ("TSX-V: LMG") and Frankfurt Stock Exchange ("ZMG2").

Lincoln Gold Mining Inc. is an advanced-stage precious metals exploration and development company with two projects in various stages of exploration, which include the Pine Grove gold property in Nevada, USA, and the Oro Cruz gold property in California, USA. In the United States, the Company operates under its subsidiaries, Lincoln Gold US Corp. and Lincoln Resource Group Corp. On September 24, 2019, the Company consolidated its common shares on the basis of ten pre-consolidated common shares for one post-consolidated common share. The Company also completed a name change to Lincoln Gold Mining Inc. from Lincoln Mining Corporation. The TSXV approved this consolidation of stock and name change in September 2019.

The Company's intention and strategies are to continue to advance its projects, with a long term goal of building Lincoln into a mid-tier gold producer.

Corporate activities during the three months ended March 31, 2021 and subsequent to the quarter end

On March 19, 2021, the Company signed a non-binding Letter of Intent ("LOI") with Lyon Grove LLC to reduce the royalties on its Wilson property to 1% which comprises a substantial part of the Company's Pine Grove project in Nevada. Under the terms of the LOI, the Company will buydown the current net smelter returns royalty ("NSR") on the Wilson property from 2.5% to 1.0% on the patented claims and from 5.0% to 1.0% on the claims that fall within the area of interest - for an aggregate consideration of US\$450,000 payable in quarterly instalments over six years commencing April 30, 2021.

The LOI is subject to, amongst other things, the execution of a definitive agreement, project financing, and regulatory approval, as applicable.

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Overview ... (continued)

On April 25, 2021, the Company entered into an option agreement ("Agreement") to acquire an undivided 100% interest to the Shawinigan nickel, copper and cobalt, property located in the Shawinigan Township, Quebec. For consideration, the Company will make \$380,000 in cash payments, issue 2,100,000 common shares of the Company and incur exploration expenditures of \$2,000,000. The Company will have the right at any time to purchase a 1% Net Smelter Return for a cash payment of \$1,500,000.

The Shawinigan property, located in the southern part of the Province of Quebec, is approximately 130 kilometers (80.78 miles) northeast of Montreal, Canada. The property is three kilometres west of the town of Shawinigan and is accessible by a highway, gravel road, and finally dirt 4X4 roads to and within the property boundary. The property consists of 21 contiguous mineral claims covering a total area of 12.4 square kilometres (1,240 hectares). No part of the property is located within an area restricted from exploration or mining activities.

The Shawinigan Ni-Cu property is situated in an area that is well known for hosting Ni-Cu mineralization and is a prime target for Ni-Cu deposits. Field and drill testing programs to date have covered only a small area of the property, as most of the previous holes have focused on the area north of the Shawinigan Ni-Cu prospect. Good potential exists for locating more significant mineralization elsewhere on the property.

The property is also the host of Lake Huards cobalt prospect located two kilometers east of the lake which was discovered by prospectors in 1956.

Subsequent to the three months ended March 31, 2021, the Company signed a non-binding Letter of Intent ("LOI") with Wheeler Mining Company ("Wheeler") on the Wheeler property which comprises a substantial part of the Company's Pine Grove project. Under the terms of the LOI, the Company will buydown the NSR from 7% to 2% for an aggregate consideration of US\$5,000,000 over 6 years.

Corporate Activities during the year ended December 31, 2020:

On March 9, 2020, the Company completed a debt settlement agreement with various creditors of the Company with respect to outstanding debt (including principal and interest) totaling \$220,000. Of this amount, 1,570,000 common shares were issued to settle indebtedness to certain related parties of \$157,000 and 630,000 common shares were issued to settle promissory notes payable of \$63,000. The common shares issued resulted in a gain on settlement of debts of \$55,000.

In April 2020, the Company closed a non-brokered private placement offering (the "Private Placement") of 2,200,000 units of the Company (the "Units") at a price of \$0.075 per Unit to raise gross proceeds of \$165,000. Each Unit consists of one common share in the capital of the Company (a "Common Share") and one half of a Common Share purchase warrant. Each full warrant entitles the holder, on exercise thereof, to purchase one additional Common Share at a price of \$0.10 for a period of 24 months from the closing of the Private Placement.

On April 17, 2020, the Company issued 800,000 shares to Goldcliff Resource Corporation ("Goldcliff") with respect to the Pine Grove acquisition.

The Company issued a news release on April 29, 2020 updating shareholders on permitting activities at the Pine Grove project. The lead government agency that Lincoln deals with is the US Forest Service. Permitting is progressing and being led by Stantec, Inc.

On May 20, 2020, the Company entered into a sale and purchase agreement to assign an undivided 25% interest in and to the Oro Cruz Property in full and final settlement of the total advances of \$440,000 to Mr. Ronald K. Netolitzky and two other companies controlled by Mr. Ronald K. Netolitzky.

The Company's Annual General meeting of Shareholders was held on May 21, 2020. A quorum for the meeting was present and the report of the scrutineer stated that there were 49 shareholders that voted by proxy voting 8,165,221 shares (40.69%) of the 20,064,596 total shares issued & outstanding. The number of directors of the Company remained the same and was fixed at four. All items on the Agenda voted in favour of management's recommendations. There was no other business and the meeting adjourned.

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Overview ... (continued)

On June 9, 2020, the Company announced the appointment of Mr. Dong Shim as the Company's new Chief Financial Officer (CFO). Mr. Eugene Beukman, former CFO, has retired.

On August 13, 2020, the Company closed a non-brokered private placement. The Company issued a total of 4,856,363 units at a price of \$0.11 per unit for total gross proceeds of \$534,200. Each unit is comprised of one common share of the Company and one-half common share purchase warrant. Each warrant entitles the holder to purchase one additional common share of the Company at a price of \$0.15 per share for a period of 24 months.

On August 17, 2020, the Company granted 2,300,000 stock options to directors, officers, insiders, employees and consultants of the Company exercisable at a price of \$0.30 per share for a period of five years. All options vest immediately with the exception of 100,000 stock options granted to a consultant which will vest over a 12 month period with 25% of the allotment available for exercise every three months.

On October 7, 2020, the Company granted 200,000 stock options to an officer of the Company exercisable at a price of \$0.30 per share for a period of five years. All options vest immediately.

On December 17, 2020, the Company issued 2,180,000 common shares pursuant to the exercise of 2,180,000 warrants at an exercise between \$0.10 and \$0.14 per share for total proceeds of \$273,200.

Cash Flow Analysis

Operating Activities

During the three months ended March 31 2021, cash used in operating activities was \$81,568 (2020 – \$137,540) respectively for activities as described above and below.

Investing activities

During the three months ended March 31 2021, the cash used in investing activities was \$Nil (2020 – \$Nil). During the prior comparative period, recoveries of mineral property were \$96,548 and exploration funding was received of \$96,548 related to the Oro Cruz property.

Financing activities

During the three months ended March 31 2021, the Company paid \$15,019 (2020 - \$14,858) for the Company's office building lease during the three months ended March 31, 2021. During the prior comparative period, the Company received share subscriptions in advance of \$165,000 related to the closing of a private placement in April 2020.

New Opportunities:

Lincoln continues to evaluate mineral properties which contain significant drilled gold resources. Evaluations are focused on deposits in the western United States. Gold properties with economic merit and good logistics will be considered for acquisition.

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2. Summary of Quarterly Results

	1st Quarter 2021	4th Quarter 2020	3rd Quarter 2020	2nd Quarter 2020
	\$	\$	\$	\$
Revenue	-	-	-	-
Exploration expenses	19,782	50,339	80,862	184,374
Administrative expenses (incl. interest expense)	129,915	188,013	607,889	24,422
Income (Loss) and comprehensive income (loss)	(149,697)	45,693	(688,751)	286,704
Basic and diluted earnings (loss) per share	(0.01)	0.00	(0.03)	0.01
Total assets	593,099	676,270	580,203	401,346
Working capital deficiency	(1,329,604)	(1,076,400)	(1,212,629)	(1,318,711)

	1st Quarter 2020	4th Quarter 2019	3rd Quarter 2019	2nd Quarter 2019
	\$	\$	\$	\$
Revenue	-	-	-	-
Exploration expenses	13,250	61,727	164,531	103,462
Administrative expenses (incl. interest expense)	372,504	295,286	(2,688)	110,438
Loss and comprehensive loss	(385,754)	(263,189)	(161,843)	(213,900)
Basic and diluted loss per share	(0.02)	(0.01)	(0.02)	(0.03)
Total assets	384,237	372,806	431,576	297,770
Working capital deficiency	(2,795,882)	(2,817,436)	(2,887,815)	(3,056,222)

The Company had no revenue as the Company has not yet determined whether its mineral properties contain ore reserves; therefore, the Company has incurred ongoing losses since inception.

During the quarter ending December 31, 2019, the Company spent \$61,727 on exploration expenses, which is \$592,395 less than the \$654,122 spent on exploration expenses for the same quarter in the previous year.

During the quarter ending December 31, 2019, the Company recorded recoveries against exploration expenditures, decreasing the losses made during the quarter by \$252,154 compared with the same quarter during the previous year.

During the quarter ending June 30, 2020, the Company entered into a sale and purchase agreement to assign an undivided 25% interest in and to the Oro Cruz Property in full and final settlement of the total advances of \$440,000 to Mr. Ronald K. Netolitzky and two other companies controlled by Mr. Ronald K. Netolitzky. The Company recognized a gain on settlement of debts of \$440,000 related to this sale and purchase agreement during the quarter ended June 30, 2020.

During the quarter ending September 30, 2020, the Company recorded \$483,683 in share-based compensation related to the granting of 2,300,000 stock options with an exercise price of \$0.30 per share and expiry date of five years from the grant date.

3. Results of Operations

Results of Operations – For the three months ended March 31, 2021

For the three months ended March 31, 2021, the Company incurred an operational loss of \$149,697 (2020 - \$385,754).

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Results of Operations ... (continued)

Administrative expenses decreased to \$93,874 compared to \$356,145 in the comparative period mainly related to a foreign exchange gain of \$22,877 (2020 – loss of \$223,344) as a result of the translation of US dollar transactions and balances to the Company's functional currency in Canadian dollar during the period and a decrease in professional fees by \$26,344 mainly due a reduction in legal fees for general corporate matters. Share-based compensation was \$4,572 related to the vesting of stock options granted by the Company in a prior period.

Exploration expenses slightly increased by \$6,532 to \$19,782 on the properties compared to the prior period mainly due to the exploration activity on the Pine Grove property offset by option payments received on the Oro Cruz property of \$31,650 (2020 - \$33,623) and recovery from a joint venture partner of \$Nil (2020 - \$62,925).

The Company's key projects are Pine Grove and Oro Cruz. The total costs incurred on all significant projects since 2007 is summarized in the table below:

Exploration expenses (recoveries)	Pine Grove	Oro Cruz	Bell Mountain	La-Bufa	Other properties (refunds)	Total
	\$	\$	\$	\$	\$	\$
2021, (IFRS reporting)	47,548	3,884	-	-	-	51,432
2020, (IFRS reporting)	384,485	90,335	-	-	-	474,820
2019, (IFRS reporting)	209,507	275,270	-	-	1,429	486,206
2018, (IFRS reporting)	1,022,064	118,887	-	-	6,561	1,147,512
2017, (IFRS reporting)	509,985	(70,594)	-	-	7,546	446,937
2016, (IFRS reporting)	(602)	47,238	-	-	-	46,636
2015, (IFRS reporting)	162,901	83,380	33,104	-	-	279,385
2014, (IFRS reporting)	318,941	157,797	144,295	46,897	7,811	675,741
2013, (IFRS reporting)	326,388	119,081	1,200,383	87,646	32,150	1,765,648
2012, (IFRS reporting)	234,525	247,285	100,461	402,810	7,590	992,671
2011, (IFRS reporting)	610,664	404,483	-	1,240,844	11,288	2,267,279
2010, (IFRS reporting)	1,609,436	310,637	-	472,534	1,645	2,394,252
2009, (Canadian GAAP)	553,319	7,586	-	121,861	(7,898)	674,868
2008, (Canadian GAAP)	509,333	-	-	1,501,906	14,347	2,025,586
2007, (Canadian GAAP)	154,145	-	-	163,705	25,287	343,137
	6,652,639	1,795,269	1,478,243	4,038,203	107,756	14,072,110
Less recoveries	(33,438)	(603,372)	-	(1,051,735)	-	(1,688,545)
Total exploration expenses incurred	6,619,201	1,191,897	1,478,243	2,986,468	107,756	12,383,565

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4. Projects

Overview

Pine Grove Property, Nevada – The Pine Grove gold project, located in Lyon County, Nevada, is the Company's most advanced project. At the time of writing of this MDA Lincoln is well underway in the permitting studies needed to take the project to production. A prefeasibility study is planned for Spring 2021.

The Pine Grove property is a development-stage gold project. The property lies approximately 20 miles south of Yerington, in the Pine Grove Hills, Lyon County, Nevada. The Company has mining leases on the Wilson and Wheeler mines (patented claims) and 243 unpatented claims owned directly by Lincoln. The Company's land position covers approximately 7 square miles that encompass the main gold mineralization, exploration targets and adequate land for mine facilities. Two hundred seventy-five holes have been drilled in the district. Eighty-three holes were drilled in 2009 and 2010 by Lincoln.

At the Pine Grove project historic gold production was 240,000 ozs high-grade gold from underground mining in the late 1800s and early 1900s.

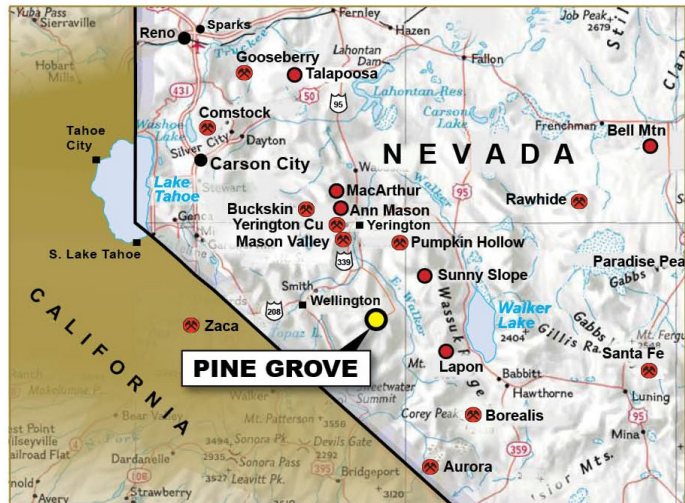
On December 8, 2011, a Preliminary Economic Assessment (PEA) was issued by Telesto Nevada Inc. of Reno, NV. An amended and restated PEA was issued on February 4, 2015 by Welsh-Hagen Associates (formerly Telesto Nevada Inc.) and their Qualified Persons, (see Lincoln News Release February 16, 2015).

The 2015 PEA reports total Measured and Indicated resources at 134,500 ozs gold contained in 3,373,000 tons of mineralized material grading 0.040 opt Au using a cutoff grade of 0.007 opt gold. Inferred resources were reported at 6,600 ozs gold contained in 160,000 tons of mineralized material grading 0.041 opt Au using a cutoff grade of 0.007 opt Au. In order to comply with the CIM definition for resources, only those mineralized blocks contained within a designed pit shell are reported as resources. These resources are contained in two conceptual pits, the Wheeler and the Wilson, based on a gold price of US\$1,425.

In August 2020, yearly land payments were made to the BLM and Lyon County to keep the property in good standing.

During the year ended December 31, 2016, the Company entered into an Exploration License Agreement (the "Agreement") with Placer Solutions LLC ("Placer"), a private company based in Montana, USA, to explore the placer claims on Lincoln's Pine Grove project in Nevada (the "Placer Claims"). The Agreement applies to the Company's Pine Grove placer claims only as it is the Company's intent to develop its lode claims separately.

In January 2017, Lincoln received word from Placer that it would carry on with its operation at the Pine Grove property. During the summer, fall and winter months of 2017 and into the early part of 2018 Placer carried out various work programs. The work included seismic refraction surveys, dump sampling, and sonic drilling of the dumps and natural occurring placer materials. Also in early 2018, Placer planned and completed screening operations and dump material stockpiling which was fed through a gravity recovery plant later in the year.



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Projects ... (continued)

The Agreement was terminated in 2019. Placer is required to carry out reclamation work on the area that it disturbed and to that end some reclamation work was completed at the property in the summer and fall of 2020. The land has been contoured and fenced. The only item left to complete is seeding of the area.

In June 2016, Goldcliff Resource Corporation ("Goldcliff"), a company with a common director, acquired the lease to the Wilson claims from the Company in exchange for Goldcliff assuming the future lease commitments as well as outstanding lease payments and work commitments.

In August 2016, the Company entered into an agreement with Goldcliff whereby Goldcliff could earn a 40% interest in the Wheeler and Votipka leases and Cavanaugh property in exchange for incurring US\$1,400,000 in exploration expenditure on the properties over three years, and conveying back to the Company a 60% interest in the Wilson lease that previously was acquired by Goldcliff. The Company is the operator for the earn-in.

By mid-December 2016, Goldcliff had completed a drilling program of 14 holes that totalled 2,132.6 metres (6,976.25 feet). All assays were received by the first of February and are reviewed in the news release of February 9, 2017. No additional exploration work was carried out on the property during 2017 or 2018; however, a number of permitting studies were performed.

A Binding Letter of Intent between Goldcliff and Lincoln for the selling back to Lincoln of the lease on the Wilson Patented Claims located in Lyon County, Nevada was signed in October 2019. The Wilson claims are part of the Pine Grove development project and were included in the Pine Grove Joint Venture between the two companies. Goldcliff will receive staged cash and share payments and retain title to the claims until all payments and share issuances are completed, (see News Release of October 8, 2019).

To aid the Company in all this work, Lincoln announced the engagement of an effective permitting team that will allow it to proceed with permitting of the Pine Grove project towards operation. The consulting team with respective task assignments is headed up by Stantec Consulting Services Inc. ("Stantec").

Stantec Consulting Services Inc. – For the collection of environmental baseline data and writing of environmental reports, Stantec has prepared documentation to present the results of acid base accounting ("ABA") and meteoric water mobility procedure ("MWMP") of samples from drill holes intended to test waste rock at Lincoln's proposed Pine Grove project. This testing was requested by the NDEP's Bureau of Mining Reclamation and Regulation ("BMRR"). Stantec has delivered initial archaeological, botanical and wildlife studies to the USFS. Stantec installed a meteorological station and has collected site-specific weather data since 2010.

On May 15, 2018, the Company through its subsidiary Lincoln Resource Group Corp., submitted a Mine Plan of Operations ("PoO") to the United States Forest Service, Humboldt-Toiyabe National Forest. The PoO was compiled by Welsh Hagen Associates of Reno, Nevada and incorporated data and information from a number of consulting companies that are working on the project. Submission of the PoO initiates the National Environmental Policy Act ("NEPA"), which requires the compilation of an Environmental Impact Statement ("EIS"), including public comment. The lead agency is the U.S. Forest Service – Bridgeport Ranger District in Bridgeport, California. Lincoln is working closely with its prime environmental contractor, Stantec and the U.S. Forest Service to advance the permitting process as quickly as possible.

In August 2018, the Company engaged a team of consultants to guide it through the production permitting process. Stantec has been chosen as the lead contractor for the EIS.

Oro Cruz Gold Property, Imperial County, California

The Oro Cruz Property is located in the Tumco Mining District of southeastern California. The project is approximately 14 miles southeast from the operating Mesquite gold mine (New Gold Inc.) and adjacent to the past producing American Girl and Padre-Madre gold mines. Acquired in February 2010, Oro Cruz consists of 151 lode claims covering approximately 3,000 acres. Oro Cruz is a pre-development stage gold project.

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Projects ... (continued)

In September 2010, Lincoln filed a NI 43-101 technical report. Oro Cruz has an Inferred resource estimate of 376,600 ozs gold, grading 0.050 opt gold at a 0.01 opt cutoff grade. The existing pit and underground decline expose gold mineralization. Previous work has identified multiple exploration targets and Lincoln has identified several satellite gold zones, which offer potential for increasing gold resources.



Claim payments have been made in the summer of 2020 to the BLM and Imperial County to keep the property in good standing.

Oro Cruz Gold Resources – September 2010 – Tetra Tech Report

Category	Cutoff Grade (opt gold)	Short Tons	Average Grade (opt gold)	Contained Ozs Gold
Inferred	0.02	4,835,000	0.070	341,800
Inferred	0.01	7,860,000	0.050	376,600

On October 1, 2019, the Company entered into a formal Option and Joint Venture Agreement with Demerara Gold Corp. (“Demerara”) and Bell Mountain Exploration Corp. (“Bell Mountain” – a subsidiary of Eros Resources Corp.) collectively the “Optionee”, granting the Optionee an option to earn up to an undivided 75% interest in the Oro Cruz Property.

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Projects ... (continued)

On March 18, 2020 Owl Capital Corp. ("Owl") closed its previously announced Qualifying Transaction with Eros Resources Corp. ("Eros") and Demerara whereby Owl acquired Demerara and Eros and thereby acquired the 75% earn-in option interest in the Oro Cruz Gold project in California. As a result of closing the Qualifying Transaction the company changed its name to Southern Empire Resources Corp. and was listed as a Tier 2 mining issuer on the TSX Venture Exchange.

Southern Empire continues work on the property as they need to spend \$2.1 million US to earn the 75% interest.

The Oro Cruz property has excellent potential for open-pit and underground mining. An Inferred resource for the project was reported in a NI 43-101 Technical Report in September 2010.

New Opportunities

Lincoln continues to evaluate mineral properties that contain significant drilled gold resources. Evaluations are focused on deposits in the western United States. Gold properties with economic merit and good logistics will be considered for acquisition.

5. Liquidity and Solvency

The following table summarizes the Company's cash on hand, working capital and cash flow:

	March 31, 2021	December 31, 2020
	\$	\$
Working capital deficiency	(1,329,604)	(1,076,400)
Long-term debt	884,860	1,005,895

	Three months ended March 31, 2021	Three months ended March 31, 2020
	\$	\$
Cash used in operating activities	(81,568)	(137,540)
Cash provided by (used in) financing activities	(15,019)	150,086
Change in cash	(96,587)	12,546

On March 9, 2021, the Company issued 250,000 shares at a value of \$30,000 to Goldcliff, pursuant to the Pine Grove Property, Nevada mineral interest.

On December 17, 2020, the Company issued 2,180,000 common shares pursuant to the exercise of 2,180,000 warrants at an exercise between \$0.10 and \$0.14 per share for total proceeds of \$273,200.

On August 28, 2020, the Company issued 500,000 shares at a value of \$120,000 to Goldcliff, pursuant to the Pine Grove Property, Nevada mineral interest. The Company also issued 1,055,123 common shares in connection with the final exercise of Special Warrants as described below.

On August 13, 2020, the Company closed a non-brokered private placement. The Company issued a total of 4,856,363 units at a price of \$0.11 per unit for total gross proceeds of \$534,200. Each unit is comprised of one common share of the Company and one-half common share purchase warrant. Each warrant entitles the holder to purchase one additional common share of the Company at a price of \$0.15 per share for a period of 24 months.

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Liquidity and Solvency ... (continued)

On May 20, 2020, the Company entered into a sale and purchase agreement to assign an undivided 25% interest in and to the Oro Cruz property in full and final settlement of the total advances of \$440,000 to Mr. Ronald K. Netolitzky and two other companies controlled by Mr. Ronald K. Netolitzky.

On April 17, 2020, the Company issued 800,000 shares to Goldcliff Resource Corporation with respect to the Pine Grove acquisition.

On April 8, 2020, the Company closed a non-brokered private placement offering (the "Private Placement") of 2,200,000 units of the Company (the "Units") at a price of \$0.075 per Unit to raise gross proceeds of \$165,000. Each Unit consists of one common share in the capital of the Company (a "Common Share") and one half of a Common Share purchase warrant (each whole warrant, a "Warrant"). Each Warrant entitles the holder, on exercise thereof, to purchase one additional Common Share at a price of \$0.10 for a period of 24 months from the closing of the Private Placement.

In March 2020, the Company entered into various settlement agreements with respect to approximately \$1,355,720 of debts. Of this amount, 1,570,000 common shares were issued to settle indebtedness to certain related parties of \$157,000 and 630,000 common shares were issued to settle promissory notes payable of \$63,000. The remaining debt of approximately \$1,180,910 was restructured and became payable over three years.

Capital Resources

The Company's primary sources of funding are equity financing through the issuance of stock and debt financing. The Company has no operations that generate cash flows and its long term financial success is dependent on discovering properties that contain mineral reserves that are economically recoverable.

The Company exercises its best effort to seek and utilize its capital resources in an efficient manner in order to meet its business commitments including exploration and mineral property development, acquisitions and working capital.

Capital risk management

The Company defines its capital as shareholders' deficiency. The Company manages its capital structure and makes adjustments to it, based on the funds available to the Company, in order to support the acquisition, exploration and development of mineral properties. The Board of Directors does not establish quantitative return on capital criteria for management, but rather relies on the expertise of the Company's management to sustain future development of the business. The properties in which the Company currently has interests are in the exploration stage. As such, the Company has historically relied on the equity markets to fund its activities. In addition, the Company is dependent upon external financings to fund activities. In order to carry out planned exploration and pay for administrative costs, the Company will need to raise additional funds in the future until the production commences. The Company will continue to assess new properties and seek to acquire an interest in additional properties if management consider there is sufficient geologic or economic potential and the Company has adequate financial resources and support from investors. Management reviews its capital management approach on an ongoing basis and believes that this approach, given the relative size of the Company, is reasonable.

6. Commitment

During the year ended December 31, 2015, the Company signed a new office lease effective October 1, 2015 in the amount of \$4,642 per month plus escalation for a period of three years. In April 2018, the Company extended the lease for another three years for similar rates.

7. Off-Balance Sheet Arrangements

None.

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8. Outstanding Share Data

The Company's issued and outstanding common shares are 29,706,082 as at the date of this report. Subsequent to the year end, 250,000 shares were issued to Goldcliff pursuant to the Pine Grove Property, Nevada mineral interest.

The Company has 2,250,000 stock options with an exercise price of \$0.30 per share expiring on August 17, 2025 and 200,000 stock options with an exercise price of \$0.30 per share expiring on October 7, 2025.

The Company has a total of 3,328,590 share purchase warrants with exercise price of \$0.80 expiring on April 26, 2022; 1,820,000 share purchase warrants with exercise price of \$0.14 expiring on October 30, 2021, 300,000 share purchase warrants with exercise price of \$0.10 expiring April 8, 2022 and 2,665,227 share purchase warrants with an exercise price of \$0.15 expiring August 13, 2022.

9. Related Party Transactions

The following transactions were carried out with related parties:

Key management personnel – services rendered and other compensation

Key management includes officers and directors – executive and non-executive. The compensation paid or payable to key management personnel for the services rendered during the three months ended March 31, 2021 and 2020 were as follows:

	Three months ended March 31, 2021	Three months ended March 31, 2020
	\$	\$
Management fees	27,000	27,000
Corporate fees	-	7,500
Exploration expenses	38,713	47,625
Accounting fees	10,500	15,000
Total	76,213	97,125

The amounts disclosed in the table are the amounts recognized as an expense during the reporting period. The Company also reimburses key executive directors for travel and other expenses incurred in the normal course of business.

During the three months ended March 31, 2021, the Company paid/accrued management fees of \$27,000 (2020 - \$27,000) to a company controlled by Mr. Paul Saxton, the Chief Executive Officer, President and a director of the Company.

During the three months ended March 31, 2021, the Company paid/accrued accounting fees of \$10,500 (2020 - \$Nil) to a company controlled by Mr. Dong Shim, the Chief Financial Officer of the Company.

During the three months ended March 31, 2021, the Company paid/accrued accounting fees of \$Nil (2020 - \$15,000) and corporate services of \$Nil (2020 - \$7,500) to a company controlled by Mr. Eugene Beukman, the former Chief Financial Officer of the Company.

During the three months ended March 31, 2021, the Company paid/accrued consulting fees of \$Nil (2020 - \$47,625) included in exploration expenses to Mr. Jeff Wilson, the former Vice President of Exploration of the Company.

During the three months ended March 31, 2021, the Company paid/accrued consulting fees of \$38,713 (2020 - \$Nil) included in exploration expenses to Mr. Joseph Sawyer, the Vice President of Exploration of the Company.

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Related Party Transactions ... (continued)

Balance due to related parties

	As at March 31, 2021	As at December 31, 2020
	\$	\$
Executive officers and their controlled companies	1,040,456	973,208
Directors	9,000	9,000
Total	1,049,456	982,208
Current portion of balance due to related parties	(436,331)	(263,467)
Long-term portion of balance due to related parties	613,125	718,741

On February 25, 2020, the Company negotiated a debt reorganization with certain related parties to defer repayment in the total amount of \$930,000, consisting of \$407,000 and US\$394,000, for a period of up to three years from the date of the debt settlement agreement with each respective party. Repayment is due on the following terms:

First anniversary of debt settlement agreement	\$5,000 payable to the former CFO \$6,366 (US\$5,000) payable to VP of Operations \$19,098 (US\$15,000) payable to VP of Exploration
Second anniversary of debt settlement agreement	\$35,000 payable to the President \$5,000 payable to the former CFO \$26,737 (US\$21,000) payable to VP of Operations \$53,474 (US\$42,000) payable to VP of Exploration
Third anniversary of debt settlement agreement	\$362,000 payable to the President \$115,861 (US\$91,000) to VP of Operations \$280,104 (US\$220,000) payable to VP of Exploration

The balance due to these related parties related to the debt reorganization is initially measured at the present value of the payments in the amount of \$865,181 on the debt settlement date, using a discount rate of 10%. This resulted in the Company recognizing a gain on settlement of debt of \$223,724 and interest expense of \$59,719 during the year ended December 31, 2020. During the three months ended March 31, 2021, the Company recognized interest expense of \$18,063.

Balance due from related parties

	As at March 31, 2021	As at December 31, 2020
	\$	\$
Companies with a director in common	445	590
Total	445	590

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Related Party Transactions ... (continued)

Loans

During the three months ended March 31, 2021, the Company received \$Nil (2020 - \$Nil), and repaid \$Nil (2020 - \$56), unsecured demand loan from the President of the Company. The remaining balance of the loan is unsecured, bearing interest at 5% per annum, calculated and payable on demand. The Company may repay the principal, in whole or in part, at any time without penalty. As at March 31, 2021, the loan payable balance to the President of the Company was \$48,195 (December 31, 2020 - \$46,976). On February 25, 2020, the Company negotiated a debt reorganization with respect to this unsecured demand loan to defer repayment in the amount of \$60,000 for a period of up to three years from the date of the debt settlement agreement. Repayment of \$20,000 is due on the one year anniversary of the debt settlement agreement, \$10,000 is due on the second year anniversary of the debt settlement agreement and \$30,000 is due on the third anniversary of the debt settlement agreement.

As of March 31, 2021, the Company had received advances totaling \$440,000 (December 31, 2020 - \$440,000) from Mr. Ronald K. Netolitzky, a previous control person of the Company, and two other companies controlled by Mr. Ronald K. Netolitzky. The advances are unsecured, non-interest bearing and due on demand. On May 20, 2020, the Company entered into a sale and purchase agreement to assign a 25% interest in and to the ADGIS Agreement and an undivided 25% interest in and to the Oro Cruz Property in full and final settlement of the total advances of \$440,000. The Company recognized a gain on settlement of debts of \$440,000 related to this sale and purchase agreement during the year ended December 31, 2020.

During the year ended December 31, 2015, the Company received US\$66,000 from a company that has an insider in common with Lincoln. During the year ended December 31, 2017, the existing promissory note was terminated and both parties subsequently entered into a new promissory note agreement consisting of the existing principal and interest in the aggregate amount of US\$71,000. The loan is secured by the Company's US properties and evidenced by a promissory note bearing interest at 9% per annum. Principal and accrued interest was payable upon termination of the note on September 15, 2017. On January 3, 2018, the Company issued 643,441 common shares for settlement of debt in the amount of \$32,172.

During the year ended December 31, 2016, the Company received \$6,527 from a company with certain directors in common. The loan is unsecured, non-interest bearing and due on demand.

On August 24, 2018, September 11, 2018, October 23, 2018, January 23, 2019, March 29, 2019 and May 30, 2019, the Company received \$65,180 (US\$50,000), \$65,070 (US\$50,000), \$91,994 (US\$70,000), \$93,436 (US\$70,000), \$66,815 (US\$50,000) and \$53,344 (US\$40,000) respectively from Dragon Hill Creation Limited, respectively, a company controlled by a director of the Company. The loans are unsecured and evidence by promissory notes bearing interest at 10% per annum, calculated and payable on the termination date of the promissory notes being June 30, 2019. The Company may prepay the principal, in whole or in part, at any time without penalty and the terms of the loans are currently being renegotiated.

Other transactions with related parties

During the three months ended March 31, 2021, the Company received \$2,613 (2020 - \$9,180) from Golden Band and Goldcliff for office rent. These companies have certain officers and directors in common.

Goldcliff is a public company with a director in common with the Company.

On March 9, 2020, the Company issued 1,570,000 common shares to settle indebtedness to certain related parties of \$157,000.

10. Proposed Transactions

There are no proposed transactions that will materially affect the performance of the Company.

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11. Accounting Policies - International Financial Reporting Standards (IFRS)

The accounting policies and methods employed by the Company determine how it reports its financial condition and results of operations, and may require management to make judgements or rely on assumptions about matters that are inherently uncertain. The Company's results of operations are reported using policies and methods in accordance with IFRS. In preparing financial statements in accordance with IFRS, management is required to make estimates and assumptions that affect the reported amounts of assets, liabilities, and expenses for the period.

Changes in Accounting Standards

The Company adopted no material new accounting standards during its current fiscal year, and is unaware of any applicable, but not-yet-adopted standards that are expected to materially affect the financial statements of future periods.

Critical Accounting Estimates and Judgments

Estimates and judgments are continually evaluated and are based on historical experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances. Although management uses historical experience and its best knowledge of the amount, events or actions to form the basis for judgments and estimates, actual results may differ from these estimates.

Critical judgments exercised in applying accounting policies that have the most significant effect on the amounts recognized in the consolidated financial statements are as follows:

Company's title on mineral property interests

Although the Company has taken steps to verify the title to mineral properties in which it has an interest, in accordance with industry practice for the current stage of exploration of such properties, these procedures do not guarantee the Company's title. Property title may be subject to unregistered prior agreements or transfers and title may be affected by undetected defects.

Share-based compensation

The Company uses the Black-Scholes option pricing model for valuation of share-based compensation. Option pricing models require the input of subjective assumptions including expected price volatility, interest rate and forfeiture rate. Changes in the input assumptions can significantly change the fair value estimate and the Company's earnings and equity reserves.

Income taxes

In assessing the probability of realizing income tax assets, management makes estimates related to expectations of future taxable income, applicable tax opportunities, expected timing of reversals of existing temporary differences and the likelihood that tax positions taken will be sustained upon examination by applicable tax authorities. In making its assessments, management gives additional weight to positive and negative evidence that can be objectively verified.

Management reviews its estimates and assumptions on an ongoing basis using the most current information available.

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12. Financial Instruments

Categories of financial instruments

	March 31, 2021	December 31, 2020
	\$	\$
Financial assets *		
<i>Amortized at cost</i>		
Cash	17,308	113,895
Other receivables	30,477	31,154
	47,785	145,049
Financial liabilities		
<i>Amortized at cost</i>		
Accounts payable and accrued liabilities	475,590	501,250
Due to related parties	1,049,456	982,208
Lease liability	29,182	43,237
Loans payable	48,195	46,976
Promissory notes	595,865	591,663
	2,198,288	2,165,314

* Sales taxes recoverable do not represent financial instruments and are excluded from the analysis.

The Company is exposed to varying degrees to a variety of financial instrument related risks:

Fair value

The carrying value of cash, other receivables, accounts payable and accrued liabilities, due to related parties, loans payable, and promissory notes are measured at amortized cost. The carrying value of lease liability approximated its fair value as it bears interest that approximates current market rates.

13. Risks and Uncertainties

Foreign exchange risk

The Company's operations in the United States expose the Company to foreign exchange risk. The Company is subject to currency risk due to the fluctuations of exchange rates between the Canadian and US dollars. The Company does not believe it is exposed to significant foreign exchange risk. A 10% fluctuation in the foreign exchange rate between the Canadian and US dollar will result in a foreign exchange gain/loss of approximately \$141,000. The Company does not enter into derivative financial instruments to mitigate foreign exchange risk.

Credit risk

The Company is not exposed to material credit risk.

Interest rate risk

Interest rate risk is the risk the fair value or future cash flows of a financial instrument will fluctuate because of changes in market interest rates. The Company does not hold any financial liabilities with variable interest rates.

Liquidity risk

The Company's ability to continue as a going concern is dependent on management's ability to raise required funding through future equity issuances and through short-term borrowing. The Company manages its liquidity risk by forecasting cash flows from operations and anticipating any investing and financing activities.

Management and the Board of Directors are actively involved in the review, planning and approval of significant expenditures and commitments.

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Risks and Uncertainties ... (continued)

Price risk

The ability of the Company to explore its mineral properties and the future profitability of the Company are directly related to the market price of precious metals. The Company monitors precious metals prices to determine the appropriate course of action to be taken by the Company.

Coronavirus global pandemic risk

In March 2020 the World Health Organization declared the coronavirus a global pandemic. This contagious disease outbreak, which has continued to spread, and any related adverse public health developments, has adversely affected workforces, economies, and financial markets globally, potentially leading to an economic downturn. It is not possible for the Company to predict the duration or magnitude of the adverse results of the outbreak and its effects on the Company's business or ability to raise funds.

Other

The Company's principal activity is mineral property development and exploration. Companies in this industry are subject to many and varied kinds of risk, including but not limited to, environmental, metal prices, political, economical and now health related issues.

The mineral exploration business is risky and most exploration projects will not become mines. The Company may offer an opportunity to a mining company to acquire an interest in a property in return for funding all or part of the exploration and development of the property. For the funding of property acquisitions and/or exploration that the Company conducts, the Company depends on the issue of shares from the treasury to investors. These stock issues depend on numerous factors including a positive mineral exploration, environment, positive stock market conditions, a company's track record and the experience of management.

The Company has no significant source of operating cash flow and no revenues from operations. The Company has not yet determined whether its mineral properties contain mineral reserves that are economically recoverable. The Company has limited financial resources. Substantial expenditures are required to be made by the Company to establish reserves.

There is no guarantee that the Company will be able to contribute or obtain all necessary resources and funds for the exploration and exploitation of its permits, and may fail to meet its planned commitments.

The properties that the Company has an option to earn interests in are in the exploration and permitting stages. They are without known bodies of commercial mineralization, and have no ongoing mining operations. Mineral exploration involves a high degree of risk and few properties, that are explored, are ultimately developed into producing mines.

Exploration of the Company's mineral properties may not result in any discoveries of commercial bodies of mineralization that could be developed into operations with positive cash flows. If the Company's efforts do not result in any discovery of commercial mineralization, the Company will be forced to look for other exploration projects or cease operations.

The Company is subject to the laws and regulations relating to environmental matters in all jurisdictions in which it operates, including provisions relating to property reclamation, discharge of hazardous material and other matters.

World health related issues associated with COVID-19 pandemic may impede the Company from completing the permitting process as quickly as first thought possible. At the time of writing this MDA there are numerous issues associated with the pandemic that remain unclear. How this will affect the Company's ability to proceed with funding the Company and carry on with ongoing permitting is uncertain.

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14. Trends

Trends in the industry can materially affect how well any junior exploration company is performing. There are two trends that seem to affect the well-being of junior miners. Both of these trends are very mixed these days because of the Covid-19 and the uncertainty that it has brought to the world.

One is the price of commodities that are being produced and the other is the general market condition. Over the last few years the trend in the prices of precious metals, in particular gold, has been mixed on the spot basis as well as the average trailing prices of the metals. The gold price has been fluctuating between \$2050 US and \$1800 per ounce over the last few months and since the middle of November it has been trending downward toward \$1800. Subsequent to the year end the price of gold has dropped to as low as \$1680 US.

The other aspect is the general stock market conditions. Unfortunately, the junior mining sector has been under tremendous negative pressure in the market over the last few years however this condition appears to be changing and as the junior gold market issuers has been up consistently over the last 5 months. Previous to the gold market moving upward significant amounts of investing have occurred in the marijuana and blockchain areas which has taken away from investment in the junior mining industry. Lincoln is committed to advancing its properties to production as quickly as possible to get into a positive cash flow position.

15. Outlook

Precious metals prices, especially gold, are rallying strongly on the short term however depending on economic conditions world-wide and world events including the Corona Virus this could change. These changes can be not only to interest rate changes in the U.S. but the world economy in general. Lincoln will require significant investment as it transitions into development stage projects. This needed investment may become more difficult to obtain if these world wide conditions persist. Lincoln management's objective is to become a new junior gold-silver producer in the United States, where there is no threat to mineral tenure or repatriation of mining profits.

Cautionary Statement

This document contains "forward-looking statements" within the meaning of applicable Canadian securities regulations. All statements other than statements of historical fact herein, including, without limitation, statements regarding exploration plans and our other future plans and objectives are forward-looking statements that involve various risks and uncertainties. Such forward-looking statements include, without limitation, (i) estimates of exploration investment and scope of exploration programs, and (ii) estimates of stock-based compensation expense. There can be no assurance that such statements will prove to be accurate, and future events and actual results could differ materially from those anticipated in such statement. Important factors that could cause actual results to differ materially from our expectations are disclosed in the Company's documents filed from time to time via SEDAR with the Canadian regulatory agencies to whose policies we are bound. Forward-looking statements are based on the estimates and opinions of management on the date of statements are made, and the Company endeavours to update corporate information and material facts on a timely basis. Forward-looking statements are subject to risks, uncertainties and other actors, including risks associated with mineral exploration, price volatility in the mineral commodities we seek, and operational and political risks.