

7 April 2005

**AMR Technologies Inc.
Update on Legal Action**

Further to the announcement made on 4 March 2005 Lynas Corporation Ltd ('Lynas') advises that it has today received a decision by the Ontario Superior Court of Justice to order a trial of issue on an application by AMR Technologies Inc. ("AMR") for a court order prohibiting Lynas from exercising its voting rights as a shareholder in AMR on the basis of alleged violations of the take-over bid provisions of the Ontario Securities Act.

Today's Court ruling was procedural in nature and did not make any determinations on the disputed issues. Lynas believes that AMR's proceeding is without merit, and Lynas intends to defend itself against these allegations.

Lynas is currently the largest shareholder in AMR, holding 19.92% of AMR's issued and outstanding shares.