

8 June 2005

AMR Technologies Inc. Agrees to Abandon Legal Action

Further to the announcement made on 7 April 2005 Lynas Corporation Ltd ("Lynas") advises that AMR Technologies Inc. ("AMR") of Toronto, Canada, has agreed to abandon its application 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.

AMR has agreed to abandon this application on a without prejudice basis and with no costs payable by either party pursuant to a settlement whereby Lynas has agreed to withdraw opposition to AMR's application to delay holding its annual and special meeting until 22 July 2005.

As AMR's largest single shareholder Lynas is considering its response to the transaction that AMR announced yesterday proposing the reverse take-over of AMR by Magnequench, Inc. of Indianapolis, Indiana, in an all-stock transaction.