

22 April 2011

Lynas Welcomes Independent Expert Review to Address Public Concerns in Malaysia

Lynas Corporation Limited (“Lynas”) (ASX:LYC, OTC:LYSDY) welcomes the announcement today by the Malaysian Minister of International Trade and Industry, Y.B. Dato’ Sri Mustapa Mohamad, of the appointment of an independent panel of international experts to conduct a one-month review of the health, safety and environmental aspects of the Lynas Advanced Material Plant (LAMP), currently under construction in Gebeng Industrial Estate, Kuantan, Malaysia.

Lynas continues to work with the Malaysian authorities, including the Atomic Energy Licensing Board and the Department of Environment, to ensure that the project construction continues to meet all requirements and adheres to international standards.

When completed, the Lynas Advanced Materials Plant will be a first-class rare earths processing facility which incorporates state-of-the-art technology and sets new benchmarks in safety, environmental performance and shared value across the supply chain for a sustainable future.

Lynas is confident the review will reconfirm that the plant is safe and presents no hazard to the community or Lynas workers. Lynas trusts that this independent review will help to address public concerns expressed in recent times about the health, safety and environmental aspects of this important project.

Lynas understands that the review will be completed within one month and as such believes the review will have no impact on the anticipated completion date of the project.

Lynas and its people share a strong set of values, which include operating in a safe, honest and transparent manner, as well as always respecting and contributing to the communities in which we operate.

About Lynas Corporation

Lynas owns the richest known deposit of Rare Earths, also known as Lanthanides, in the world at Mount Weld, near Laverton in Western Australia. This deposit underpins Lynas' strategy to create a reliable, fully integrated source of Rare Earths supply from the mine through to customers in the global Rare Earths industry.

Lynas will concentrate the ore mined at Mount Weld in a Concentration Plant approximately 1.5km from the mine. The concentrate produced by the Concentration Plant will be shipped in sea containers and transported by road and ship to the east coast of Malaysia to the Lynas Advanced Materials Plant (LAMP) within the Gebeng Industrial Estate, Kuantan, Pahang, Malaysia, to process the Mount Weld concentrate through to separated Rare Earths products

Engineering and construction of both the Concentration Plant in Western Australia and the LAMP remain within budget. The first feed of ore into the Concentration Plant in Western Australia is scheduled to commence in the next few weeks. The first feed of concentrate to the kiln at the LAMP in Malaysia is scheduled for September 2011. Lynas has received all required approvals to construct both plants.

The company plans to become the benchmark for security of supply and a world leader in quality and environmental responsibility to an international customer base, with production anticipated to commence in 2011.

'Rare Earths' is the term given to fifteen metallic elements known as the lanthanide series, plus yttrium. They play a key role in green environmental products, from energy efficient compact fluorescent light bulbs (CFLs) to hybrid cars, automotive catalytic converters and wind turbine generators. They are also essential in the development and manufacturing of many modern technological products, from hard disc drives to flat panel displays, iPods and magnetic resonance imaging (MRI) scans.

Lynas American Depositary Receipts (**ADRs**) trade under the code LYSDY (CUSIP number 551073208). The Bank of New York Mellon is the depositary bank in respect of Lynas ADRs.

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