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Lynas Customer Contracts Total Over US\$310 Million With 3rd Rare Earths Supply Contract

Key Points:

- **Third customer supply contract signed for Rare Earths project**
- **Contract includes product from Phase I of the Malaysian plant and additional volume from the planned Phase II plant expansion**
- **5,000 tonne per annum Phase I Malaysian final separation production now sold out**
- **First three contracts have a combined value in excess of US\$310 million**

Lynas Corporation Limited ("Lynas") (ASX code LYC) is pleased to announce the signing of the company's third supply contract with a significant Rare Earths customer for the supply of Mt Weld Rare Earths to be produced from the company's Malaysian processing plant.

The contract is a long term multiple year contract with a value at current prices of approximately US\$20 million over the period of the contract. The products from the 5,000 tonne per annum Phase I final separation and product finishing plant in Malaysia are now sold out. This contract covers additional volume to be produced from the planned Phase II expansion of the Malaysian processing plant.

The pricing of the contract reflects the value of surety of supply from a reliable, fully integrated source of supply from mine through to customer.

Lynas' Executive Chairman, Nicholas Curtis, believes that the signing of the contract is another key milestone for the company and the Rare Earths project:

"This contract takes sales over US\$310 million, completes sales from the Phase I Malaysian final separation and product finishing plant, and includes sales from the Phase II expansion. The company will now move to secure contracts for the remaining Phase I mixed LCPN and SEG material and the remaining Phase II separated products", Mr Curtis said.

The company continues to be actively engaged with potential customers in Europe, Japan and the USA.

About Lynas Corporation

Lynas owns the richest deposit of Rare Earths in the world at Mt Weld, near Laverton in Western Australia. Lynas has also acquired additional Rare Earths resource in Malawi. These deposits underpin 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.

The mining contractor is currently on site at Mt Weld and mining has commenced. Lynas has secured funding to construct a processing plant on the east coast of Malaysia and planning is well underway for construction of this facility. The company plans to become the benchmark for security of supply of these advanced materials and a world leader in quality and environmental responsibility to an international customer base.

'Rare Earths' is the term given to fifteen metallic elements known as the lanthanide series, yttrium is sometimes included. They are essential in the development and manufacturing of many modern technological products, from disc drives to flat panel displays, iPods and magnetic resonance imaging (MRI) scans. They also 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.

Note: LCPN is a mixed light Rare Earths product containing lanthanum, cerium, praseodymium and neodymium. SEG is a mixed heavy Rare Earths product containing samarium, europium, gadolinium and other heavier Rare Earths.

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