



13 July 2011

## **Lynas and Toyo-Thai sign Letter of Award for Phase 2 Expansion of the Lynas Advanced Materials Plant**

Lynas Corporation Limited ("Lynas") (ASX: LYC, OTC: LYSDY) is pleased to announce that its wholly owned subsidiary Lynas Malaysia Sdn Bhd has signed a Letter of Award with Toyo-Thai Corporation Public Company Limited ("TTCL") for Engineering, Procurement, Construction and Commissioning Assistance of the Phase 2 expansion of the Lynas Advanced Materials Plant ("LAMP") at the Gebeng Industrial Estate, Kuantan, Pahang, in Malaysia. The Letter of Award is for a fixed price lump sum, in the amount of between US\$180 Million – US\$210 Million. Subject to the receipt of all relevant approvals, Phase 2 construction is scheduled to be completed in calendar quarter 4, 2012. The Phase 2 expansion will increase the LAMP capacity to a total of 22,000t REO per annum of separated Rare Earths products.

### **About Toyo Thai Corporation**

Toyo-Thai Corporation Public Company Limited ("TTCL"), the First All-Round Engineering Company in Thailand, was incorporated in 1985 by the joint venture of Italian-Thai Development Public Company Limited, one of the biggest contractors in Thailand, and Toyo Engineering Corporation, a leading international engineering company in Japan.

TTCL is an integrated contractor that provides integrated design and engineering, procurement of equipment and materials, and construction (integrated EPC) services for turnkey projects, mainly to petrochemical, chemical, and petroleum industries.

During twenty-six years of engineering service leadership, TTCL has undertaken more than 160 projects of the process plants and facilities and earned a solid reputation for quality, safety, and on-time delivery. TTCL has its commitment to continue serving all clients to promote economically and environmentally safe engineering for the Thai community.



## 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.

Construction of Phase 1 of the Lynas Rare Earths Project is being funded from existing cash of Lynas. Construction of Phase 2 of the Lynas Rare Earths Project will be funded from the Sojitz/JOGMEC facilities. The Concentration Plant in Western Australia commenced feed of ore on 14 May 2011. Practical completion and commissioning of the LAMP are scheduled to be achieved before the end of 2011. Lynas has received all required approvals to construct the LAMP, and is in the process of applying for all pre-operation and operation approvals.

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.

'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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