

18 April 2008

\$94.5 MILLION SHARE PLACEMENT COMPLETED

The Directors of Lynas Corporation Limited ("Lynas") (ASX code LYC) are pleased to announce completion of a 75 million ordinary share placement at an issue price of \$1.26 per share to raise a total of \$94.5 million.

The placement was lead managed by Morgan Stanley. The book build was heavily oversubscribed with 75 bids from both domestic and international institutions. Existing investors supported the transaction and a number of new investors have been introduced onto the register.

This equity raising ensures Lynas has sufficient capital available to fund the Rare Earths project through to start of production.

Upon completion of the placement, Lynas will have 647,320,799 ordinary shares on issue.

Lynas Executive Chairman, Nicholas Curtis said:

"I am delighted with the strong institutional support which reaffirms the confidence in the company's unique business proposition as an emerging global supplier of Rare Earths".

About Lynas Corporation

Lynas owns the richest 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.

The mining contractor has commenced mining with first ore placed on the stockpiles in December 2007. Lynas has received all environmental approvals to build a concentration plant at Mount Weld and an Advanced Materials Plant to process the Mount Weld concentrate through to final Rare Earths oxides in the Gebeng Industrial Estate, Kuantan, Pahang, Malaysia. 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.

For further information please contact Nicholas Curtis on +61 (0)2 8259 7100 or visit www.lynascorp.com