



ASX Circular

Date: 30 September 2009

Key topics

1. Lynas Corporation Limited
2. ASX Code: LYC
3. Non-renounceable entitlement offer, placement and conditional placement to raise approximately \$450 million

Reading List

Client Advisers
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 Share Registries
 ACH Participants

Authorised by

Greg Coulson

Contact

Greg Coulson

Telephone

(03) 9224 0000

ASX Limited
 ABN 98 008 624 691
 Exchange Centre
 20 Bridge Street
 Sydney NSW 2000
 PO Box H224
 Australia Square NSW 1215

Internet: <http://www.asx.com.au>

No responsibility is accepted for any inaccuracies contained in the matter published.

LYNAS CORPORATION LIMITED

**NON-RENOUNCEABLE ENTITLEMENT OFFER, PLACEMENT AND
 CONDITIONAL PLACEMENT TO RAISE APPROXIMATELY \$450 MILLION**

Participating Organisations are advised that Lynas Corporation Limited (the "Company") has announced a 1 for 1 accelerated non-renounceable pro-rata entitlements offer of ordinary shares at a price of \$0.45 per share ("Issue Price") to raise approximately \$295 million (the "Entitlement Offer").

The Company has announced a placement of ordinary shares to raise a further \$88 million (the "Placement").

The Company has also announced a conditional placement of ordinary shares, subject to shareholder approval, to raise an additional \$67 million (the "Conditional Placement")

The Entitlement Offer, Placement and Conditional Placement are fully underwritten.

The Entitlement Offer has two components:

- An underwritten institutional offer, where offers have been made to eligible institutional securityholders to apply for their pro-rata entitlement (the "Institutional Offer").
- An underwritten retail offer, where offers will be made to eligible retail securityholders to apply for their pro-rata entitlement (the "Retail Offer").

The Entitlement Offer record date is Tuesday, 29 September 2009 (7.00 pm AEST).

The Retail Offer is expected to close on Friday, 23 October 2009.

The anticipated timetable in relation to the Entitlement Offer is as follows.

Event	Date
Launch Date – Entitlement Offer announced to market (Company in suspension)	Tuesday, 29 September 2009
Institutional Offer, Institutional Bookbuild and Placement open	Tuesday, 29 September 2009
Record date for Entitlement Offer (7.00 pm AEST)	Tuesday, 29 September 2009
Institutional Offer, Institutional Bookbuild and Placement close	Wednesday, 30 September 2009
Announcement of Institutional Offer, Institutional Bookbuild and Placement Results (suspension lifted pre-market open)	Thursday, 1 October 2009

Event	Date
Despatch Retail Offer Booklet (including Entitlement and Acceptance Form)	Friday, 2 October 2009
Despatch of Notice of Meeting	Friday, 2 October 2009
Retail Offer opens	Wednesday, 7 October 2009
Institutional Offer, Institutional Bookbuild and Placement Settlement Date	Monday, 12 October 2009
Allotment of shares under Institutional Offer, Institutional Bookbuild and Placement and commencement of trading of these shares on a normal T+3 basis	Tuesday, 13 October 2009
Retail Offer closes (7.00 pm AEDST)	Friday, 23 October 2009
Retail Offer Settlement Date	Monday, 2 November 2009
Allotment of shares under the Retail Offer	Tuesday, 3 November 2009
Shares issued under Retail Offer commence trading on a normal T+3 basis	Wednesday, 4 November 2009
Extraordinary General Meeting to vote on Conditional Placement	Monday, 9 November 2009
Conditional Placement Settlement Date (if approved)	Wednesday, 11 November 2009
Shares issued under Conditional Placement (if approved) commence trading on a normal T+3 basis	Thursday, 12 November 2009

Settlement Issues

Despite the fact that shares are trading "ex entitlement" on ITS, CHESS will not recognise for settlement purposes the "ex entitlement" or the "cum entitlement" tag on CHESS messages and CHESS will not maintain cum balances in these shares within the system. As a result any transfer that occurs prior to record date will be effectively transferred on a "cum" basis.

Therefore, Participants must ensure that any transfer, including the priming of Broker Entrepot Accounts, is conducted in accordance with the basis of quote. For example, a transfer in relation to a transaction conducted on an ex-basis should ordinarily only occur post record date.

In addition, CHESS will not perform any automatic diary adjustments to "cum entitlement" settlement obligations outstanding as at the record date.

Trading Issues

ASX will not price a "cum" market with respect to trading in the Company's shares. Persons who trade the Company's securities after the commencement of the trading halt on Wednesday 23, September 2009 will not be entitled to participate in the Entitlement Offer.

Further Information

For further details, please refer to the Company's announcements dated Tuesday, 29 September 2009. Retail shareholders who have questions regarding the Retail Offer should be directed to the Company's Share Registry on (+61 8) 9315 2333.