

MEDIA RELEASE

11 December 2012

Clarification of Malaysian media reports

Lynas Corporation Limited ("Lynas") (ASX:LYC, OTC:LYSDY) notes the recent comments in the Malaysian media with respect to the Temporary Operating License (TOL) for the Lynas Advanced Materials Plant (LAMP).

Lynas confirms that the TOL remains issued and valid and there is no legal impediment to Lynas carrying out its operations at the LAMP.

The TOL has two key conditions with respect to the solid residues from the LAMP. The key obligations of Lynas are – a) to undertake R&D on the commercialization, recycling and re-use of residue materials subject to a condition that the material re-used must be below 1 Bq/g and b) to submit the plans and location of a Permanent Disposal Facility. These conditions are to be satisfied within 10 months of the issuance of the TOL in September 2012. Lynas is confident of satisfying these conditions. Lynas is conducting detailed commercialization activity with respect to the residue to safely commercialize that material and to deal with it in accordance with the TOL. Lynas has constructed a plant at the LAMP which is now ready to convert the WLP residue into co-products for market trials.

In addition, as noted in Lynas' ASX announcements dated 28 August 2012 and 5 September 2012, and in accordance with the undertakings given to the AELB at the time of receipt of the TOL, Lynas will ensure that all residue material that is the source of concern to the Malaysian public will be converted into co-products, and exported from Malaysia if the co-products are not approved for use in Malaysia and an acceptable location for the Permanent Disposal Facility is not approved. The co-products must be in a form acceptable for international markets and in accordance with all Malaysian regulations and international conventions.

Lynas is fully committed to safety, environmental excellence and the creation of sustainable value for its communities through its operations.

Lynas will host an investor conference call to discuss the above at 4.45pm AEDT time.

Dial-in details are:

Confirmation Code		7339513			
Participant Dial-in (Local):		+ 61 2 8113 1400			
Participant Dial-in (Australia):		1800 554 798			
Dial in Numbers (Int'l)		<i>See below for specific International Toll Free Country access.</i>			
Location	Number	Location	Number	Location	Number
Belgium*	0800 110 80	Italy*	800 870 984	South Africa	0800 980 395
Canada	1800 332 0991	Japan	0120 03 8800	Sweden*	0207 970 75
China	4001 935 569	Malaysia	1800 812 876	Switzerland*	0800 567 893
France	0800 917 625	Netherlands	0800 0227 213	Taiwan	00801 851 601
Germany*	0800 182 5453	New Zealand	0800 450 585	Thailand	001800 613 60987
Hong Kong	800 901 587	Philippines*	1800 1110 0767	UK	0808 234 8407
India	000 800 100 6486	Singapore	800 6163 105	USA	1866 839 8029
Indonesia	00180 3061 31022	South Korea	00798 613 60978		

*Access restrictions may apply. Please contact Client Support for further information.

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