

23 October 2014

LYNAS ANNOUNCES CLOSE OF ENTITLEMENT OFFER

On 29 September 2014, Lynas Corporation Limited (ASX:LYC, OTC:LYSDY) (**Lynas**) launched a fully underwritten pro rata renounceable entitlement offer to raise \$71.0 million (less costs).

Under the Entitlement Offer, eligible Lynas shareholders were entitled to subscribe for five new ordinary fully paid shares in Lynas (**New Shares**) (at an offer price of A\$0.08 per New Share) for every 14 existing shares held as at 7.00pm (Sydney time) Friday, 3 October 2014, and one option (**Entitlement Option**) for every two New Shares subscribed for.

The Entitlement Offer closed at 5.00pm (Sydney time) on Monday, 20 October 2014. The number of New Shares subscribed for by eligible shareholders under the Entitlement Offer was 297,124,714, which represents 33.5% of shares offered under the Entitlement Offer. Eligible Lynas shareholders who applied for New Shares in excess of their entitlement were allocated those additional New Shares.

“The underwriting was supported by a strong panel of institutional sub-underwriters seeking to position themselves as shareholders and we welcome them in that capacity,” said Amanda Lacaze, Lynas CEO and Managing Director.

“Completing the placement and the fully underwritten rights issue will provide the ability to manage the company through to cash break even and to invest in those areas that will allow us to improve our business in the future,” Ms Lacaze added.

The number of New Shares not taken up was approximately 589,947,274 representing 66.5% of shares offered under the Entitlement Offer (**Shortfall**).

The Shortfall will be allocated to the underwriter and sub-underwriters, as set out in the Prospectus lodged with ASIC dated 29 September 2014.

Lynas expects the New Shares and Entitlement Options to be issued on Monday, 27 October 2014 and to commence trading on a normal settlement basis on 28 October 2014.

For all media enquiries please contact Renee Bertuch from Cannings Corporate Communications on +61 2 8284 9990.

Andrew Arnold
Company Secretary

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