

QUARTERLY REPORT FOR THE PERIOD ENDED 30 SEPTEMBER 2024

30 October 2024

HIGHLIGHTS

	Q1 FY24	Q4 FY24	Q1 FY25
• Quarterly gross sales revenue:	A\$128.1m	A\$136.6m	A\$120.5m
• Sales receipts:	A\$128.5m	A\$117.5m	A\$127.5m
• Closing cash and short term deposits:	A\$902.6m	A\$523.8m	A\$414.3m
• Total REO production:	3,609 REOt	2,188 REOt	2,722 REOt
◦ NdPr production:	1,526 REOt	1,504 REOt	1,677 REOt
• Cash payments for CAPEX, exploration and development	A\$164.7m	A\$131.1m	A\$125.0m

CEO REVIEW

Rare Earths prices continued at low levels during Q1 FY25, with a small improvement in the NdPr price towards the end of the quarter. The average NdPr market price was US\$48/kg ex VAT during the quarter and Lynas achieved sales revenue of \$120.5m and sales receipts of \$127.5m.

As foreshadowed when we released our FY24 Annual Results, production levels were managed in line with market demand. Approximately 100 tonnes of NdPr remained at port at the end of the quarter and will be included in Q2 FY25 sales.

Total rare earth oxide (REO) production was 2,722 tonnes and total NdPr production was 1,677 tonnes for the September quarter. Inventory of NdPr products remained stable through the quarter.

Progress on Lynas growth projects to deliver our target of 10.5kt NdPr capacity in FY25 continued on track.

A new Mineral Resource and Reserve statement was released in August which included significant increases in Mineral Resource, Mineral Reserve and contained HRE elements.

Mining at Mt Weld continued during the quarter with the removal of overburden waste. The Mt Weld team continued to deliver efficient concentrate production levels to supply both Lynas Malaysia and Lynas' Kalgoorlie Facility.

Stage 1 of the Mt Weld expansion project, the new Concentrate Dewatering circuit transitioned to Operations during the quarter, marking a significant project milestone.

Construction of Mt Weld Expansion Project Stage 2 (Balance of Plant) is progressing as planned, with good progress on the grinding and flotation circuits. Stage 2 is forecast to be complete by the end of FY25 and will be progressively commissioned.

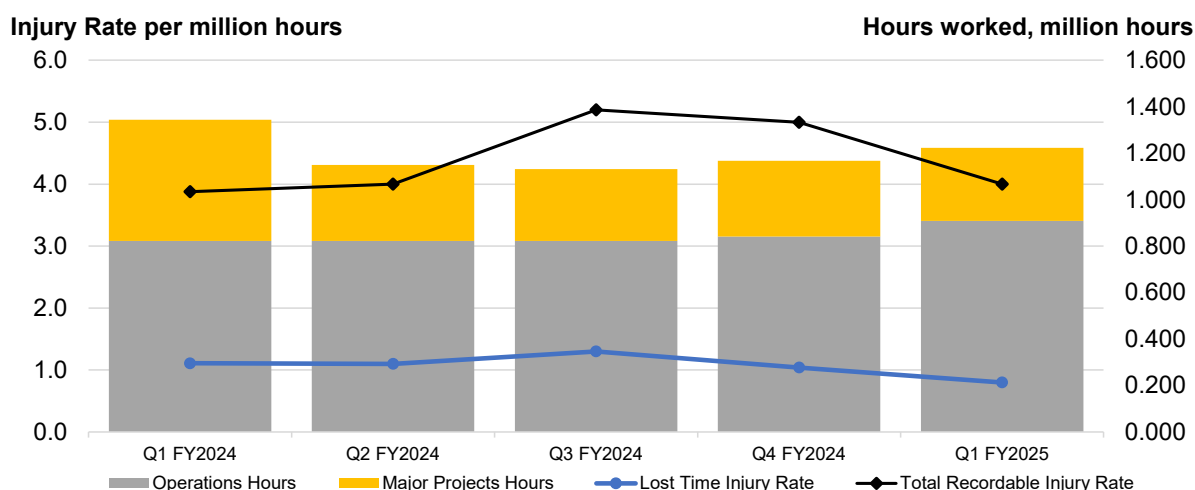
The ramp up of the new Kalgoorlie Rare Earths Processing Facility continued in the September quarter. The Kalgoorlie team focused on stabilising production, improving reliability and optimising Mixed Rare Earth Carbonate (MREC) quality and cost performance. As detailed last quarter, Lynas is managing the ramp up of the Facility in line with increased production at Mt Weld and Lynas Malaysia and market demand. MREC continues to be shipped from Kalgoorlie to Lynas Malaysia for processing.

Work to optimise production costs and improve recoveries from mine to finished products continued in the quarter and remains a focus across all sites.

SAFETY AND ENVIRONMENT

Lynas is committed to ensuring the Company's operations and projects around the world are consistent with national and international safety and sustainability best practice.

The Company-wide 12-month rolling Lost Time Injury Rate, as of the end of September 2024, was 0.8 per million hours worked, while the Total Recordable Injury Rate was 4 per million hours worked for the same period.



At Lynas we are proud of our full compliance with local laws and regulations and adoption of international best practices. Information concerning the Company's environmental monitoring programs is available at www.LynasRareEarths.com.

MARKETING AND SALES

	Q1 FY24	Q2 FY24	Q3 FY24	Q4 FY24	Q1 FY25
Sales Volume REOt	2,701	3,916	2,310	3,231	2,837
Gross Sales Revenue ¹	A\$126.8m	A\$136.2m	A\$101.2m	A\$136.6m	A\$120.5m
Average Selling Price ²	A\$46.9/kg	A\$34.8/kg	A\$43.8/kg	A\$42.3/kg	A\$42.5kg
Sales Receipts (cash)	A\$128.5m	A\$107.1m	A\$107.7m	A\$117.5m	A\$127.5m

(1) Gross sales revenue excludes any other income / expenses from price adjustments on quotational sales.

(2) Average selling price excludes price adjustments.

Note: Sales information in this report is provided on an unaudited basis

The market price of NdPr recovered slightly at the end of the quarter. Possible contributing factors include a reduction in imported material into China and the economic challenges faced by many producers at the low price levels.

The recovery was more modest for Dy and Tb, as speculators carried substantial inventory from prior periods and as technology improvements were made by magnet makers to allow a decrease in the Dy-Tb requirements.

Lynas maintained a stable Average Selling Price throughout the quarter and continued to serve key strategic customers.

NdPr Oxide China Domestic Price (VAT excluded) ³								
	Q1 FY24	Q2 FY24	Q3 FY24	Q4 FY24	Q1 FY25	July	Aug	Sep
USD/kg	59	60	47	46	48	44	47	53
Base 100	100	102	79	79	81	74	80	89

Dy Oxide China Domestic Price (VAT excluded) ³								
	Q1 FY24	Q2 FY24	Q3 FY24	Q4 FY24	Q1 FY25	July	Aug	Sep
USD/kg	290	326	235	239	213	205	215	219
Base 100	100	112	81	82	73	71	74	76

Tb Oxide China Domestic Price (VAT excluded) ³								
	Q1 FY24	Q2 FY24	Q3 FY24	Q4 FY24	Q1 FY25	July	Aug	Sep
USD/kg	934	974	682	739	650	607	643	701
Base 100	100	104	73	79	70	65	69	75

(3) Source: Asian Metal

OPERATIONS

Upstream

Mining continued at Mt Weld during the quarter with the removal of overburden waste from Cutback 5. Mt Weld delivered efficient production of concentrate, supplying the Lynas Malaysia Plant with bagged concentrate and the new Kalgoorlie Facility with bulk concentrate utilising a rotainer container system.

Commissioning of the new concentrate dewatering circuit was completed as part of the Stage 1 Expansion project and concentrate production began using the new circuit during the quarter. The commissioning of the new dewatering circuit releases a key bottleneck at Mt Weld. The existing dewatering circuit will be repurposed as part of the Stage 2 Expansion project.

Downstream

	Q1 FY24	Q2 FY24	Q3 FY24	Q4 FY24	Q1 FY25
Ready for Sale Production Volume Total	3,609 REOt	1,566 REOt	3,545 REOt	2,188 REOt	2,722 REOt
Ready for Sale Production Volume NdPr	1,526 REOt	901 REOt	1,724 REOt	1,504 REOt	1,677 REOt

Production performance at Lynas Malaysia was aligned to market demand.

Lynas Malaysia processed the first batch of MREC from Kalgoorlie during the quarter, and activity will continue to ramp-up in the December 2024 quarter (Q2 FY25). In Kalgoorlie, the team was focused on stabilising production and improving reliability, cost performance and MREC quality in the September quarter. This will support Lynas Malaysia's downstream processing performance as MREC processing ramps up.

The team has continued to work on optimising production costs and improving recoveries across all sites, from mine to finished product.

LYNAS GROWTH PROJECTS

Kalgoorlie Project

Following the commencement of production of Mixed Rare Earth Carbonate (MREC) in the June 2024 quarter, production volumes are ramping up and are being managed in line with increased production at Mt Weld and Lynas Malaysia and with market demand.

During the quarter deliveries of MREC from the Kalgoorlie Facility to Lynas Malaysia continued and the first batch of MREC from Kalgoorlie was processed at the Lynas Malaysia plant in the September quarter.



Lynas' Kalgoorlie Rare Earths Processing Facility

Mt Weld Expansion

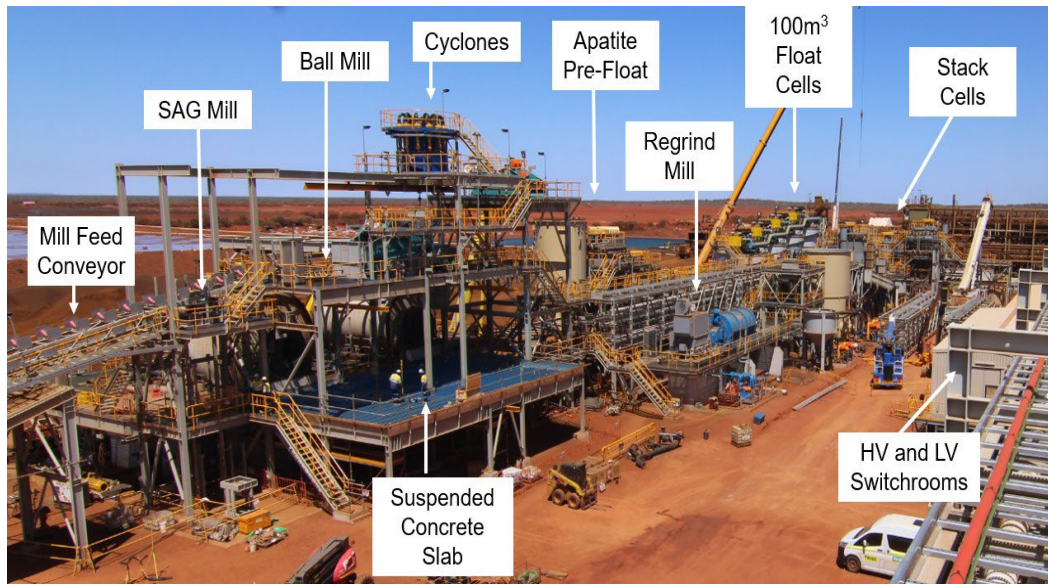
First production was achieved from the Stage 1 Concentrate Dewatering circuit during the quarter, a significant milestone for the expansion project. The circuit delivers a target filter cake moisture content which is lower than the existing filter circuit, providing an operating benefit for the business.

Construction on Stage 2 (balance of plant) is progressing as planned, with particularly good progress on the grinding and flotation circuits. Stage 2 is forecast to be complete by the end of FY25 and will be progressively commissioned.

After signing the Power Purchasing Agreement with Zenith Energy in July 2024, the first stage of the Zenith Power Station has been commissioned and cutover from the existing power station to the Zenith power station is planned for the coming months. The hybrid power station has been designed to deliver up to approximately 70% average annual renewable energy as well as reliable baseload thermal capability.



Concentrate Dewatering Circuit in Production



Mt Weld Expansion Project



Mt Weld Expansion Project

United States

Project activities continued for our U.S. Rare Earths Processing Facility during the quarter. As previously advised, a permitting issue has arisen related to wastewater management which affects the Seadrift site. The earthworks which were previously planned to commence in 2024 are on hold while the permitting issue is considered.

FINANCE

Cash Position

A summarised cash flow for the quarter ended 30 September 2024 is set out below.

CASH FLOW	A\$ million	A\$ million
	Sep 24 quarter	FY25 YTD
Cash Inflows		
Receipts from customers	127.5	127.5
Cash Outflows		
Payment for production, administration and royalty costs	(89.7)	(89.7)
Payments for capex, exploration and development ⁽²⁾	(125.0)	(125.0)
Payment for income taxes	(8.1)	(8.1)
Payments for extinguishment of rehabilitation liability	(11.6)	(11.6)
Payment for security deposits	(0.1)	(0.1)
Net interest received	7.0	7.0
Net exchange rate adjustment	(9.5)	(9.5)
OPENING CASH AND SHORT TERM DEPOSITS	523.8	523.8
CLOSING CASH AND SHORT TERM DEPOSITS	414.3	414.3

(1) Financial information in this report is provided on an unaudited basis.

(2) Primarily related to continuing investment in Lynas growth projects.

CORPORATE

The 2024 Annual General Meeting of Lynas shareholders will be held on Wednesday, 27 November 2024 at 10am Sydney time at The Mint, 10 Macquarie St, Sydney. Shareholders will also be able to attend the meeting via a virtual platform. The Notice of Meeting is available at Lynas' website www.lynasrareearths.com or at our share registry's website www.boardroomlimited.com.au/agm/lynas.

Authorised by:

Sarah Leonard
Company Secretary