

28 August 2025

LYNAS RARE EARTHS FULL YEAR 2025 RESULTS

*Lynas 2025 capital projects largely complete
Towards 2030 strategy announced*

	FY24	FY25
• Net Profit After Tax (NPAT):	\$84.5m	\$8.0m
• Revenue:	\$463.3m	\$556.5m
• EBIT:	\$75.2m	\$6.2m
• EBITDA:	\$132.1m	\$101.2m
• Cost of sales:	(\$330.6m)	(\$426.7)
• Closing cash and cash equivalents:	\$523.8m	\$166.5m

Lynas Rare Earths Limited (“Lynas”) (ASX: LYC, OTC: LYSDY) today released its Financial Report for the full year ending 30 June 2025.

Lynas Rare Earths CEO and Managing Director, Amanda Lacaze, commented:

“It is exciting to see the investments made over the past five years as part of our *Lynas 2025* growth plan come to fruition this year. In Australia, this includes the Mt Weld expansion project and fully integrating the Kalgoorlie Processing Facility into Lynas’ global operations. In Malaysia, significant upgrades have delivered new processes and products, including our first separated Heavy Rare Earth oxides, establishing Lynas as the only commercial producer of these products outside China.

“As the various projects were brought into operation, production of NdPr increased and record production was achieved in the June quarter.

“This provides an excellent foundation for Lynas’ *Towards 2030 strategy* which we are announcing today, together with a \$750m fully underwritten equity raising. *Towards 2030* sets out our plan to optimise performance from the *Lynas 2025* capital investments and to pursue new growth opportunities. The equity raising provides Lynas with the balance sheet to pursue a strong growth agenda,” added Ms Lacaze.

FY25 Performance

Annual revenue increased to \$556.5m, primarily as a result of increased NdPr production and sales, while Net Profit After Tax (NPAT) was lower at \$8.0m. Contributing factors include additional depreciation on plant and equipment for the Kalgoorlie Facility and Mt Weld expansion, coupled with lower than nameplate production at the Kalgoorlie Facility.

Sales volume for the high-value NdPr product family increased by 18% on the prior corresponding period to 6,555 tonnes, while total REO sales volume reduced by 10% to 10,970 tonnes, as production of the lower value La and Ce products was reduced.

The average China domestic price of NdPr (VAT excluded) increased from US\$44.0/kg in June 2024 to US\$55.0/kg in June 2025. The NdPr market price has continued to increase in the September 2025 quarter.

Cost of sales increased on the prior corresponding period by 29% due to the increase in sales volume of NdPr and the ramp up of new facilities in each operating location.

Lynas 2025 growth initiative largely complete

The *Lynas 2025* growth initiative, launched in 2019, promised increased capacity, enhanced efficiency and improved sustainability across Lynas' global operations. With the conclusion of the construction phase of the major capital projects in FY25, the team is now focused on commissioning and ramping up these assets.

Western Australia

At Mt Weld, the *Lynas 2025* growth initiative has delivered expanded operations and processing capacity, and its progressive commissioning contributed to Mt Weld achieving record NdPr in concentrate production during FY25. Other achievements this year included the Mineral Resource and Ore Reserve Update¹ published 5 August 2024, and construction and staged commissioning and operation of the Mt Weld Hybrid Power Station.

The new Kalgoorlie Rare Earths Processing Facility is producing Mixed Rare Earths Carbonate (MREC) that is shipped to Lynas Malaysia for separation into individual rare earth products. As a value added processing facility, the Kalgoorlie Facility is now implementing continuous flowsheet improvements to enhance the quality of MREC which will support improved processing performance at Lynas Malaysia.

¹ Refer to announcement on 5 August 2024 "2024 Mineral Resource and Ore Reserve Update": <https://wcsecure.weblink.com.au/pdf/LYC/02835257.pdf>.

Malaysia

The Lynas Malaysia upgrades have added new processing and new capacity. Investments have included the construction and operation of the MREC receival facility, works to increase Solvent Extraction and Product Finishing nameplate production capacity to 10.5kt p.a.², and installation and commissioning of the new Heavy Rare Earths separation circuit. Lynas is now able to supply customers with Dysprosium oxide and Terbium oxide, the two Heavy Rare Earth oxides required for rare earth permanent magnets used in electric motors.

United States

Lynas is actively engaged with a growing number of U.S. rare earth buyers, including new metal and magnet projects, and has achieved the first U.S. Heavy Rare Earth oxide sales.

Lynas has an expenditure-based contract with the US Department of Defence (DoD) for the construction of a Heavy Rare Earths processing facility at Seadrift, Texas. Following the identification of a permitting issue related to wastewater management which affects the Seadrift site, an alternative pathway was identified to resolve the wastewater management challenges. Additional CAPEX will be required to implement this pathway.

There is significant uncertainty as to whether the construction of the Heavy Rare Earth processing facility at Seadrift, Texas will proceed and, if so, in what form. Lynas is working with the U.S. DoD to negotiate a mutually acceptable offtake agreement for production from Lynas' operating assets. While there can be no certainty that offtake agreements will be agreed, any offtake agreements would need to be on commercial terms acceptable to Lynas, having regard to Lynas' important strategic position in the global rare earths supply chain.

Towards 2030 strategy

Lynas today announces the *Towards 2030* strategy to accelerate the Company's next phase of growth. *Towards 2030* has two key elements³:

1. **Harvest** – Optimise performance from the *Lynas 2025* capital investments to deliver returns for shareholders, including ramping up assets in line with customer demand and market growth; and
2. **Grow** – Grow the business by:
 - a. ***Adding Resource & Scale***

² This is a reference to the nameplate processing capacity at the relevant facility based on current equipment configuration at the facility. It is not, and is not intended to be, a production target for the purposes of Chapter 5 of the ASX Listing Rules or a projection or forecast of the amount of minerals to be extracted or produced for any particular period.

³ Lynas' ability to achieve the ambitions in its *Towards 2030* strategy is subject to risks and uncertainties, many of which are outside Lynas' control, and there is no guarantee the ambitions will be achieved. Refer to the Important Information below.

- Develop the Mt Weld Carbonatite with the objective to produce higher grade NdPr concentrate
- Continue exploration and mine plan optimisation at Mt Weld
- Add new feedstock source/s, most likely ionic clay feedstock

b. Increasing Downstream Capacity

- Expand Heavy Rare Earth (HRE) separation capacity and broaden HRE product range produced in Malaysia
- Develop value-added specialty rare earth manufacturing capability
- Expand NdPr separation capacity to 12ktpa (target nameplate capacity)⁴

c. Expanding into the outside China metal and magnet supply chain

- Seek to partner with companies who have proven expertise in rare earth metal and magnet production
- Accelerate participation via partnership, joint venture, equity investment, or direct investment models.

Concluding remarks

“The importance of rare earths has been emphasised in recent trade negotiations. Customers and governments are actively seeking and implementing strategies to address current unhelpful market dynamics and uncertain supply. We expect industry shaping government interventions will lead to a larger “rest of world” rare earths industry,” commented Ms Lacaze.

“Recent action by the U.S. administration represents the most significant government action since Japan’s investment in Lynas in 2011 and highlights the increased understanding by customers of the risks posed by concentrated supply chains.

“With the conclusion of our *Lynas 2025* growth projects, and the launch of our *Towards 2030* strategy including the balance sheet strength provided by the equity raising, Lynas is ideally positioned to benefit from the significant increase in demand from current magnet makers, magnet buyers and new magnet maker projects. We remain focused on continuing to build the Lynas strategic customer base by providing end customers with reliable and independent supply chains for their critical applications.

“As we progress *Towards 2030*, we are ambitious to capitalise on the rapidly evolving rare earths market outside China, to ensure we continue to deliver value for our customers, shareholders and other important stakeholders,” Ms Lacaze said.

This announcement is authorised by the Board of Lynas Rare Earths Limited.

⁴ These figures refer to target infrastructure nameplate capacity at the relevant facility only. They are not, nor are they intended to be, a production target for the purposes of Chapter 5 of the ASX Listing Rules or a projection or forecast of the amount of minerals to be extracted or produced for any production period.

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Important Information

This announcement contains certain “forward-looking statements”. The words “expect”, “should”, “could”, “may”, “will”, “predict”, “plan”, “scenario”, “forecasts”, “anticipates” “estimates” and other similar expressions are intended to identify forward-looking statements. Forward-looking statements, opinions and estimates provided in this announcement, including statements about the plans, objectives and strategies of Lynas’ management, are based on assumptions and contingencies which are subject to change without notice, as are statements about market and industry trends, which are based on interpretations of current market conditions. Such forward-looking statements are provided as a general guide only and should not be relied upon as an indication or guarantee of future performance. There can be no assurance that actual outcomes will not differ materially from these forward-looking statements.

Appendix A: JORC Compliance and Competent Person’s Statement

Exploration Results

The information in this report is based on, and fairly represents information and supporting documentation jointly prepared by Marcelle Watson, Geology Manager, and Dr. Ganesh Bhat, Principal Resource Geologist. Marcelle Watson is a full-time employee of Lynas Rare Earths Ltd and member of AusIMM. Dr Ganesh Bhat is a full-time employee of Lynas Rare Earths Ltd and member of AusIMM. Ms Watson and Dr Bhat have the relevant experience in relation to the mineralisation being reported on to qualify as a Competent Persons as defined in the Joint Ore Reserves Committee (JORC) Australasian Code for Reporting of Exploration Results, Identified Mineral Resource and Ore Reserves 2012. Ms Watson and Dr Sadangaya Ganesh Bhat consent to the disclosure of information in this report in the form and context in which it appears. The potential extent and grade of the Fresh Carbonatite is unknown at this stage, as there has been insufficient exploration and it is uncertain if further exploration will result in estimation of a Mineral Resource. The Exploration Results have been prepared and reported in accordance with the 2012 edition of the JORC Code.

Mineral Resources and Ore Reserves

Full details of the material change that occurred in 2024 are reported in the Lynas ASX announcement dated August 5, 2024, titled “**2024 Mineral Resource and Ore Reserve update: Lynas announces a 92% increase in Mineral Resources and a 63% increase in Mt Weld Ore Reserves - with significant increase in contained heavy rare earth mineralisation**”. The company confirms that all material assumptions and technical parameters underpinning the estimated Ore Reserves set out in the ASX announcement dated August 5, 2024 continue to apply and have not materially changed.