

25 November 2025

Kalgoorlie Power Supply Disruption

Lynas Rare Earths Ltd (ASX: LYC, OTCQX: LYSDY, LYSCF) ("Lynas") notifies of significant power supply disruptions affecting the Kalgoorlie Rare Earths Processing Facility.

Lynas' Kalgoorlie Rare Earths Processing Facility is supplied with power through Western Power's Eastern Goldfields Load Permissive Scheme (ELPS). Lynas signed on to ELPS in 2021 on the basis that, as stated in Western Power's public announcement, *'ELPS customers are ensured access to cleaner power in lieu of costly, emissions-intensive diesel generators'*¹. Indicative reliability levels were consistent with the requirements to run the Kalgoorlie facility safely and efficiently.

During 2025, there has been a significant increase in power supply disruptions at the Kalgoorlie Rare Earths Processing Facility. In November, outage frequency and duration have been at a level that has led to significant lost production of Mixed Rare Earth Carbonate (MREC).

Consequently, production of finished goods at our Malaysian facility will be affected. Whilst the Kalgoorlie team is working hard to recover the lost production, it cannot reach the Malaysian facility in time to be processed to finished goods within the quarter. The shortfall in MREC feedstock cannot be mitigated by increased production in Malaysia as the Malaysian kilns are shut down for scheduled major maintenance.

Lynas is working constructively with the WA Government and Western Power to identify causes of recent outages and options to improve power availability to the Lynas plant. Whilst these are being progressed on an urgent basis, even on a best case scenario, they will not be in place in time to improve this quarter's forecast production.

Whilst the power supply remains unpredictable, it is not possible to quantify the exact production shortfall. However, Lynas estimates there may be a shortfall equivalent to one month's production during this quarter. Importantly, Lynas will still produce sufficient finished product to meet key customer needs.

In addition to the work with the WA Government and Western Power, Lynas is urgently assessing off-grid power solutions. Given the option to implement a short term off-grid power generation solution, it is expected that lost production can be recovered within the financial year.

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¹ <https://www.westernpower.com.au/news/lynas-rare-earths-signs-on-for-innovative-western-power-scheme/>

Important Information

Future performance

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 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.

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