

Open of Retail Entitlement Offer and dispatch of Information Booklet

Not for release or distribution in the United States

Galaxy Resources Limited ACN 071 976 442 (ASX: GXY) ("**Galaxy**" or the "**Company**") refers to its earlier announcement dated 25 November 2020 about a fully underwritten equity financing to raise approximately A\$161 million by way of:

- (a) an institutional placement to raise approximately A\$111 million ("**Placement**"); and
- (b) a 1 for 14 pro-rata accelerated non-renounceable entitlement offer to raise approximately A\$50 million ("**Entitlement Offer**").

The retail component of the Entitlement Offer ("**Retail Entitlement Offer**") opened today (Tuesday, 1 December 2020) and is scheduled to close at 5:00 pm (Sydney time) on Thursday, 10 December 2020 (unless extended).

Only eligible retail shareholders on the Record Date (being 7.00 pm (Sydney time) on Friday, 27 November 2020) may participate in the Retail Entitlement Offer. The eligibility criteria are set out in the Retail Entitlement Offer information booklet ("**Information Booklet**"), a copy of which was released to ASX earlier today.

Galaxy now confirms that the following documents will be sent to Galaxy retail shareholders today:

- (a) To eligible retail shareholders who have nominated to receive documents from the Company by electronic means, the Information Booklet and personalised Entitlement and Acceptance Form by such electronic means.
- (b) To any other eligible retail shareholders, a letter notifying them of the Retail Entitlement Offer and providing instructions on how to participate in the Retail Entitlement Offer.
- (c) To ineligible retail shareholders, a letter notifying them of the Retail Entitlement Offer and their inability to participate in the Retail Entitlement Offer.

Eligible retail shareholders can access the Information Booklet and personalised Entitlement and Acceptance Form, and apply online, at www.gxyoffer.com.au.

Eligible retail shareholders are encouraged to read carefully the Information Booklet for further information about the Retail Entitlement Offer. If you have any questions, you should seek advice from your stockbroker, accountant or other independent professional adviser, or (for more administrative matters) contact the Entitlement Offer Information Line on 1300 208 485 (from within Australia) or +61 3 9415 4197 (from outside Australia) at any time between 8:30 am and 5:00 pm (Sydney time) on Monday to Friday during the Retail Entitlement Offer period.

ENDS

This release was authorised by Mr. Simon Hay, Chief Executive Officer of Galaxy Resources Limited.

For more information



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About Galaxy (ASX: GXY)

Galaxy Resources Limited is an international company with lithium production facilities, hard rock mines and brine assets in Australia, Canada and Argentina. It wholly owns and operates the Mt Cattlin mine in Ravensthorpe Western Australia, which is currently producing spodumene and tantalum concentrate.

Galaxy is advancing development of the wholly owned Sal de Vida lithium brine project in Argentina situated in the lithium triangle (where Chile, Argentina and Bolivia meet), which is currently the source of more than 40% of global lithium production. Sal de Vida has excellent potential as a low-cost brine-based lithium carbonate production facility.

Galaxy's diversified project portfolio also includes the wholly owned James Bay lithium pegmatite project in Quebec, Canada. James Bay will provide additional expansion capacity to capitalise on future lithium demand growth.

Lithium compounds are used in the manufacture of ceramics, glass, pharmaceuticals and are an essential cathode material for long life lithium-ion batteries used in hybrid and electric vehicles, as well as mass energy storage systems and consumer electronics. Galaxy is bullish about the global lithium demand outlook and is aiming to become a major producer of lithium products.

Caution Regarding Forward Looking Information

This document contains forward looking statements concerning Galaxy. Statements concerning mining reserves and resources may also be deemed to be forward looking statements in that they involve estimates based on specific assumptions.

Forward-looking statements are not statements of historical fact and actual events and results may differ materially from those described in the forward-looking statements as a result of a variety of risks, uncertainties and other factors. Forward-looking statements are inherently subject to business, economic, competitive, political and social uncertainties and contingencies. Many factors could cause the Company's actual results to differ materially from those expressed or implied in any forward-looking information provided by the Company, or on behalf of the Company. Such factors include, among other things, risks relating to additional funding requirements, metal prices, exploration, development and operating risks, competition, production risks, regulatory restrictions, including environmental regulation and liability and potential title disputes.

Forward looking statements in this document are based on Galaxy's beliefs, opinions and estimates of Galaxy as of the dates the forward-looking statements are made and no obligation is assumed to update forward looking statements if these beliefs, opinions and estimates should change or to reflect other future developments. There can be no assurance that Galaxy's plans for development of its mineral properties will proceed as currently expected. There can also be no assurance that Galaxy will be able to confirm the presence of additional mineral deposits, that any mineralization will prove to be economic or that a mine will successfully be developed on any of Galaxy's mineral properties. Circumstances or management's estimates or opinions could change. The reader is cautioned not to place undue reliance on forward-looking statements. Data and amounts shown in this document relating to capital costs, operating costs, potential or estimated cashflow and project timelines are internally generated best estimates only. All such information and data is currently under review as part of Galaxy's ongoing operational, development and feasibility studies. Accordingly, Galaxy makes no representation as to the accuracy and/or completeness of the figures or data included in the document.

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