



Australia
3 January 2017

FIRST LITHIUM CONCENTRATE SHIPMENT FROM RECOMMISSIONED MT CATTLIN OPERATIONS

Highlights

- **First lithium concentrate shipment from recommissioned Mt Cattlin project**
- **Approximately 10,000mt of product loaded on vessel NY Trader 1 bound for China**
- **Payment for first shipment expected from Mitsubishi in 14 days.**
- **Production ramp up at Mt Cattlin progressing well, daily plant utilisation is now averaging 72% and increasing, with recoveries now at 60%**

Galaxy Resources Limited (ASX: GXY) ("Galaxy" or the "Company") is pleased to announce that following the successful recommissioning of the Mt Cattlin project, it has loaded its first shipment of lithium concentrate at the Esperance Port in Western Australia. A total of approximately 10,000mt was loaded on the NY Trader 1 bound for Lianyungang Port in China, which sailed on the 2 January 2017. The shipment has a gross contract value based on the current agreement for 2016 pricing of approximately US\$6 million.

This first shipment is a major milestone for Galaxy with planned production of 160,000 tonnes for CY 2017.

Galaxy's Managing Director, Anthony Tse said the first shipment from the recommissioned Mt Cattlin project was a significant achievement and an important milestone for the Company. "This is an exciting day for Galaxy and for our customers, it marks another major achievement and signals Galaxy's formal transition back to producer status, elevating it into the ranks of global lithium producing companies"

Mr Tse commented that the Mt Cattlin management and staff, as well as other contractors involved in the project, are to be commended on their outstanding achievements in the early stages of the Mt Cattlin ramp up following the production restart. "There has been a tremendous amount of hard work with some very long hours put in, under tight and challenging deadlines, to get the operations to the stage where they are at and to allow us to make our first shipment today. I would like to again thank all of those that have contributed in order for us to be able to achieve this milestone, including the Mt Cattlin project and operations team, the Primero team, as well as all the staff at Galaxy corporate."



L to R: Nick Rowley (Director - Corporate Development), Derek Bryne (General Manager - Mt Cattlin Operations), Anthony Tse (Group Managing Director), Erin Ireland (Principal Metallurgist)



Lithium Concentrate Loading with Qube Rotabox on NY Trader 1



Lithium Concentrate in Hold on NY Trader 1



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For more information, please contact:

Corporate

Nick Rowley
Director – Corporate Development
+61 (8) 9215 1700
nick.rowley@galaxylithium.com

Media Enquiries (Australia)

John Gardner
Citadel-MAGNUS
+61 413 355 997 or +61 (8) 6160 4901
JGardner@citadelmagnus.com

Media Enquiries (International)

Heidi So
Strategic Financial Relations Ltd
+852 2864 4826
Heidi.so@sprg.com.hk

About Galaxy (ASX: GXY)

Galaxy Resources Limited ("Galaxy") is a global lithium company with lithium production facilities, hard rock mines and brine assets in Australia, Canada and Argentina. It owns the Mt Cattlin spodumene and tantalum project near Ravensthorpe in Western Australia and the James Bay lithium pegmatite project in Quebec, Canada.

Galaxy is advancing plans to develop the Sal de Vida lithium and potash brine project in Argentina situated in the lithium triangle (where Chile, Argentina and Bolivia meet), which is currently the source of 60% of global lithium production. Sal de Vida has excellent potential as a low cost brine-based lithium carbonate production facility.

Lithium compounds are used in the manufacture of ceramics, glass, and consumer electronics 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. 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.

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.



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