



NEW HIGH-GRADE LITHIUM BRINE
DISCOVERY
IN SOUTH AMERICA'S LITHIUM
TRIANGLE

ASX:GLN

RIU Explorers Conference, Fremantle
February 2019



DISCLAIMER AND IMPORTANT INFORMATION

This presentation has been prepared by Galan Lithium Limited ("Galan"). It contains forecasts and forward looking statements which are no guarantee of future performance and which involve certain risks. Actual results and future outcomes will in all likelihood differ from those outlined herein. The presentation should not be construed as an offer or invitation to subscribe for or purchase securities in Galan. Nor is it an inducement to make offer or an invitation with respect to said securities.

Forward-looking statements are statements that are not historical facts. Words such as "expect(s)", "feel(s)", "believe(s)", "will", "may", "anticipate(s)" and similar expressions are intended to identify forward-looking statements. These statements include, but are not limited to statements regarding future production, resources or reserves and exploration results. All of such statements are subject to certain risks and uncertainties, many of which are difficult to predict and generally beyond the control of the Company, that could cause actual results to differ materially from those expressed in, or implied or projected by, the forward-looking information and statements. These risks and uncertainties include, but are not limited to: (i) those relating to the interpretation of drill results, the geology, grade and continuity of deposits and conclusions of economic evaluations, (ii) risks relating to possible variations in reserves nor recovery rates and changes in project parameters as plans continue to be refined, (iii) the potential for delays in exploration or development activities or the completion of feasibility studies, (iv) risks related to commodity price and foreign exchange rate fluctuations, (v) risks related to failure to obtain adequate financing on a timely basis and on acceptable terms or delays in obtaining governmental approvals or in the completion of development or construction activities, and (vi) other risks and uncertainties related to the Company's prospects, properties and business strategy. Our audience is cautioned not to place undue reliance on these forward-looking statements that speak only as of the date hereof, and we do not undertake any obligation to revise and disseminate forward-looking statements to reflect events or circumstances after the date hereof, or to reflect the occurrence of or non-occurrence of any events.

The Company has not fully completed feasibility studies on all its projects. Accordingly, there is no certainty that such projects will be economically successful. Resources that are not reserves do not have demonstrated economic viability.

The information contained herein that relates to Exploration Results is based on information compiled or reviewed by Dr Luke Milan, who has consulted to the Company. Dr Milan is a Member of the Australasian Institute of Mining and Metallurgy and has sufficient experience which is relevant to the style of mineralisation and types of deposit under consideration and to the activity which they are undertaking to qualify as a Competent Persons as defined in the 2012 Edition of the 'Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves'. Dr Milan consents to the inclusion of his name in the matters based on the information in the form and context in which it appears.



A SIGNIFICANT INVESTMENT OPPORTUNITY – THE RIGHT PLACE.



Hombre Muerto Salar located in the world-renowned Lithium Triangle in Argentina

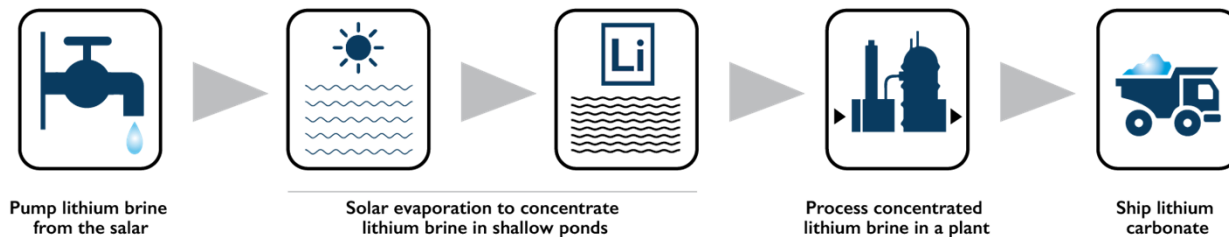
- **WORLD'S LARGEST** reserves of lithium found in the Lithium Triangle
 - 60 percent of the world's annual production of lithium comes from brines from the Atacama and Hombre Muerto salars*
- The **HIGHEST** grade & **LOWEST** impurities in country
- **GOOD NEIGHBOURHOOD** with much recent corporate activity:
 - Livent Corp (ex-FMC, NYSE: LTHM):
Recently listed on the New York Stock Exchange, Fenix operation at Hombre Muerto in production for >27 years
 - Galaxy Resources:
Arranging funding to develop the Sal de Vida deposit
 - POSCO:
Purchased part of GXY's Sal de Vida project for US\$280m

A SIGNIFICANT INVESTMENT OPPORTUNITY – THE RIGHT COMMODITY.

Lithium Brine over Hard Rock Lithium

- Capex / Opex lower than conventional hard rock mining
- Operations simple compared to hard rock - small number of steps to produce Li Carbonate Equivalent (LCE)
- New processing options being assessed - dramatically reduce time to produce LCE
- Lower Brine impurities = Lower LCE production cost
- Livent's Fenix operation at Hombre Muerto has the lowest impurity levels of any operating brine mine in the world

Lithium Carbonate Production Process

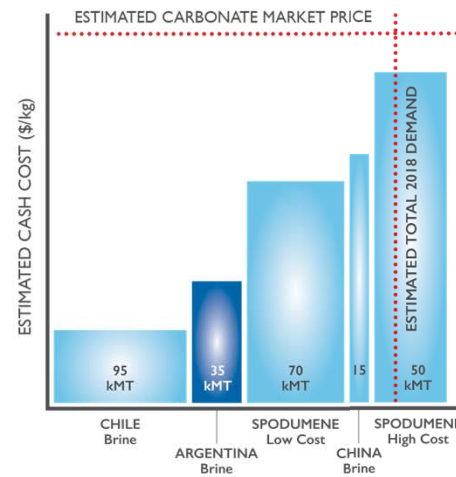


A SIGNIFICANT INVESTMENT OPPORTUNITY – THE RIGHT TIME.

Spike in Li demand from EV Batteries

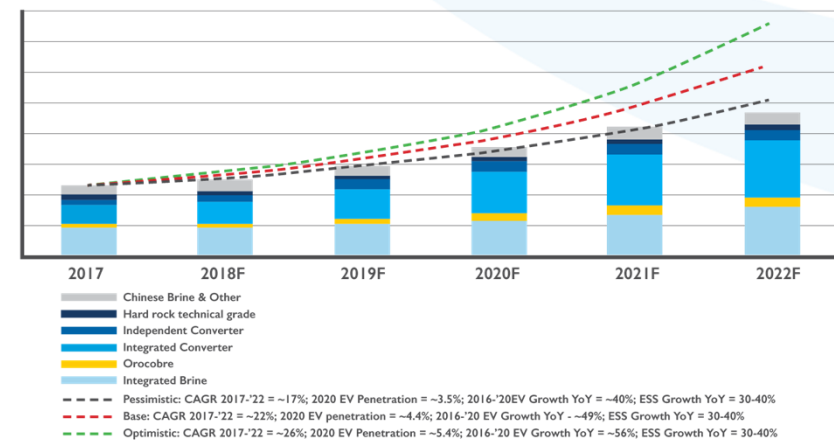
- The lithium price has risen significantly in the past two years with unprecedented prices - current prices are ~US\$12,550/t LCE.
- Price rise primarily due to the demand for lithium batteries in electric vehicles
- Lithium demand is expected to further increase which should place further upward pressure on prices
- Lowest cost producers at <US\$5,000/t

2018 Lithium Carbonate Cost Curve



Source: FMC Corp.

Orocobre Forecasted Lithium Market Supply & Demand (LCE t)



Source: Orocobre Ltd, Nov. 2018

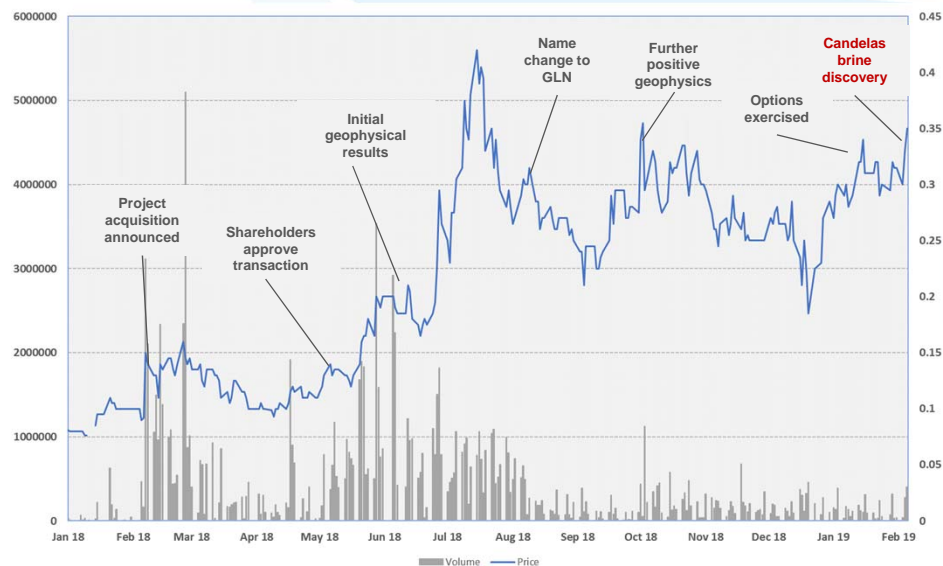
CORPORATE STRUCTURE.

Capital Structure

Shares on Issue	111,716,471
Options (Listed: GLNOA)	3,500,000 Options exercisable \$0.15, 29 Nov. 2019 24,823,530 Options exercisable \$0.14, 31 Dec. 2019
Share Price	\$0.35
Cash end Dec.18 Qtr	\$2.18 million
Market Cap	~\$39 million

Shareholders

Directors and Management	31%
Top 20 Shareholders	56.5%



Performance Shares	GLN Shares
Vendor Class A Shares Upon delineating a JORC compliant resource of at least 80,000t contained LCE	15,000,000
Vendor Class B Shares Upon the commencement of commercial production from a pilot plant	10,000,000
MD Performance Shares i) Upon JORC Indicated/Measured Resource of 1Mt+ LCE ii) Upon financial close for a commercial scale lithium production facility	5,000,000 5,000,000

HIGHLY EXPERIENCED BOARD.



Nathan McMahon
Non-executive
Chairman

Has provided tenement management and corporate advice to the mining industry for +25 years. Specialised in native title negotiations, joint venture negotiations and project acquisition due diligence. Joint Managing Director of Cazaly Resources.



**Juan Pablo ('JP')
Vargas de la
Vega**
Managing Director

A Chilean/Australian mineral industry professional with 15 years' broad experience in ASX listed mining companies, stockbroking and private equity firms. JP has been a specialist lithium analyst in Australia, has also operated a private copper business in Chile and has worked for BHP, Rio Tinto and Codelco. Founder of Blue Sky Lithium, vendor of the Argentinian assets.



**Christopher
Chalwell**
Non-executive
Director

Previously COO SKILLED Workforce Services Western Mining Region. Has been involved in the gas to coal conversion of the Mica Creek Power station in Mt Isa and the Pasmenco Century Mine in north Queensland. Extensive experience with feasibility studies, commercial reviews for project funding, contract appraisal and award.



Terry Gardiner
Non-executive
Director

+20 years' experience in capital markets, stockbroking & derivatives trading and prior to that had many years trading in equities & derivatives for his family accounts. Currently a Director of stockbroking firm Barclay Wells Limited and a Non-executive Director of Cazaly Resources.



Raymond Liu
Non-executive
Director

A qualified mining engineer with a commercial background, Mr Liu is the founding Managing Partner of Havelock Mining Investment, a Hong Kong investment company and has been involved with numerous investments in ASX listed companies. Currently a Director of Okapi Resources Ltd. Previously, held technical roles at Rio Tinto, KCGM and Mt Gibson Iron.

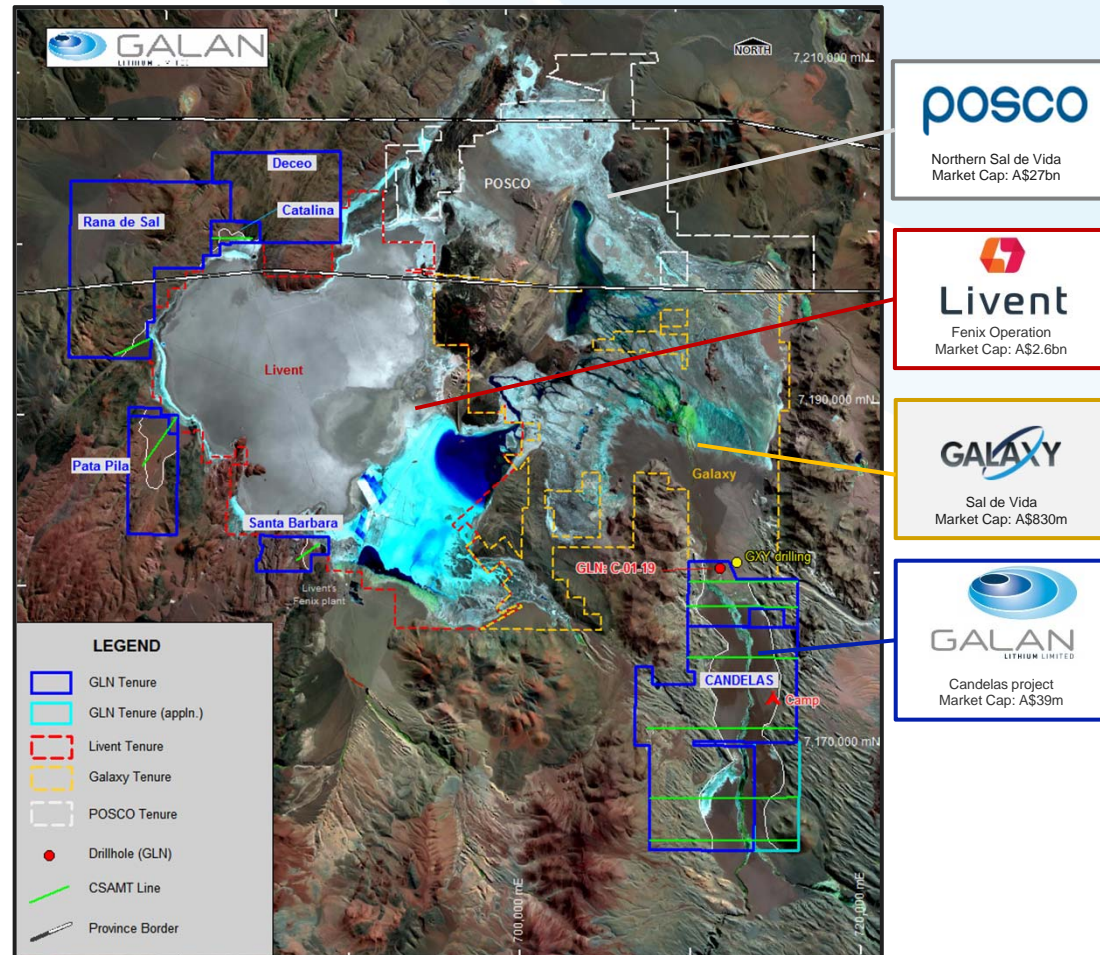


Mike Robbins
CFO/Company
Secretary

+20 years' resource industry experience gathered at both operational and corporate levels, both within Australia and overseas. Has held numerous project level management positions as well as CFO and Company Secretarial roles with Cazaly Resources, Bannerman Resources, and Blackham Resources.

HOMBRE MUERTO: TIER 1 LOCATION WORLDWIDE FOR LI BRINES

- Second best salar in the world for production of lithium from brines (after the Atacama, Fenix in operation since 1992)
- Galan holds six projects totalling ~25,000hHa with potential brine coverage conservatively comprising ~7,800Ha
- Rich setting for lithium brine development
 - ground waters sourcing volcanic rocks
 - hydrothermal activity
 - closed basin
 - arid climate
 - faulted environment
- Best grades & lowest impurities in Argentina
- Infrastructure including sealed roads, processing water, power already in place

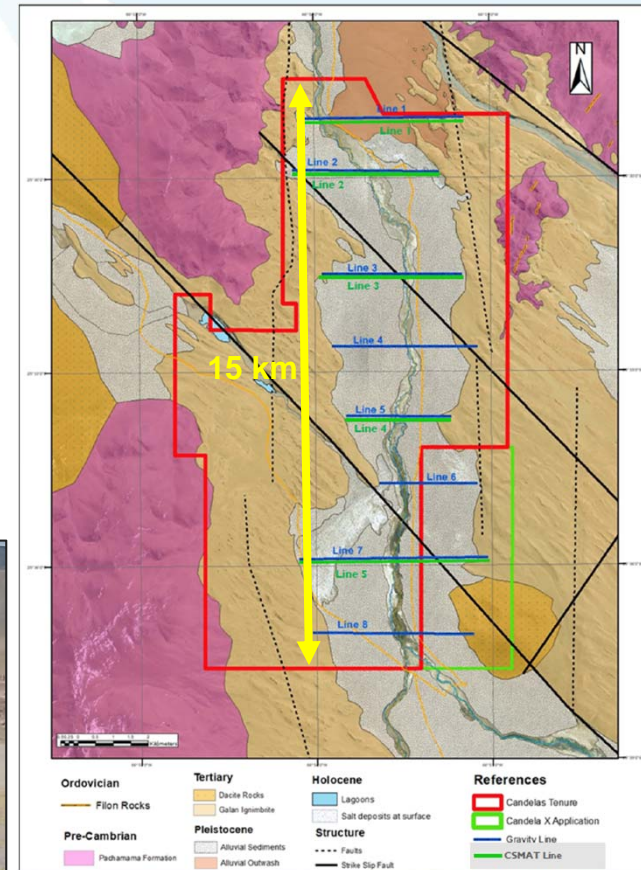


CANDELAS

MAIN EXPLORATION FOCUS



- Encompasses the 15km x 3-5km Los Patos channel
- Extensive exploration potential, adjacent to Galaxy’s Sal de Vida project (1.14 Mt LCE Reserve)
- Sufficient area for evaporation ponds, processing infrastructure & great fresh, process water
- Rio Los Patos accounts for ~79% of incoming waters & lithium into the salar. Likely Li source rocks from the Cerro Galan volcano (associated fumaroles noted in the channel)



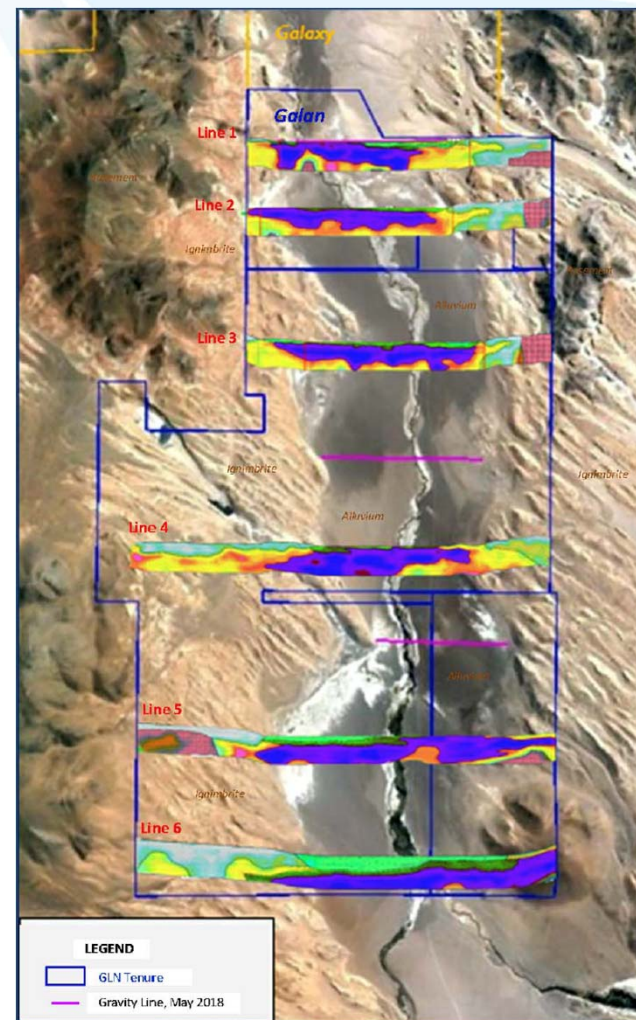
CANDELAS – GEOPHYSICS.

Resistivity

- Controlled Source Audio-frequency Magnetotellurics (CSAMT) resistivity survey conducted by Quantec Geoscience Ltd
- 2018 survey covered ~15km over 6 profile lines
- Profiles interpreted to contain "...very conductive and shallow units that are compatible with units being saturated with brine..." (Quantec; ASX:GLN 4 October 2018)
- Interpreted brine layers range from ~150-400m+ thickness over entire extent of the survey
- Very large brine target; 15km long x 150-400m thick x 3-5km wide

Gravity

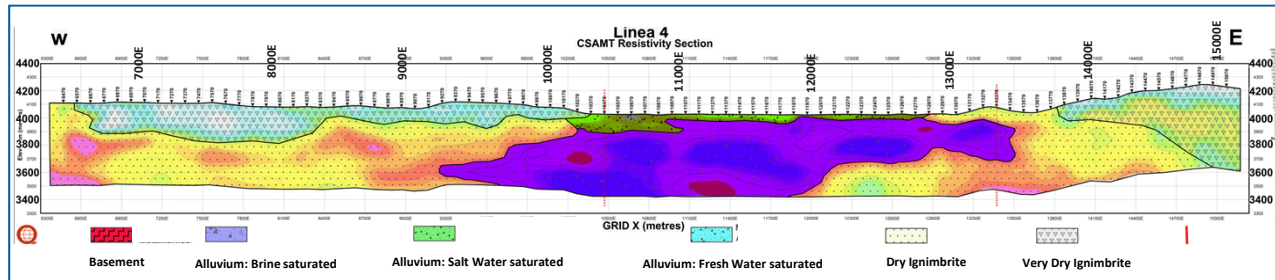
- 2018 survey over ~15km along 8 profile lines
- Profiles interpreted a deep basin-channel environment with depths of up to 600m
- Interpretation supports CSMAT resistivity survey findings



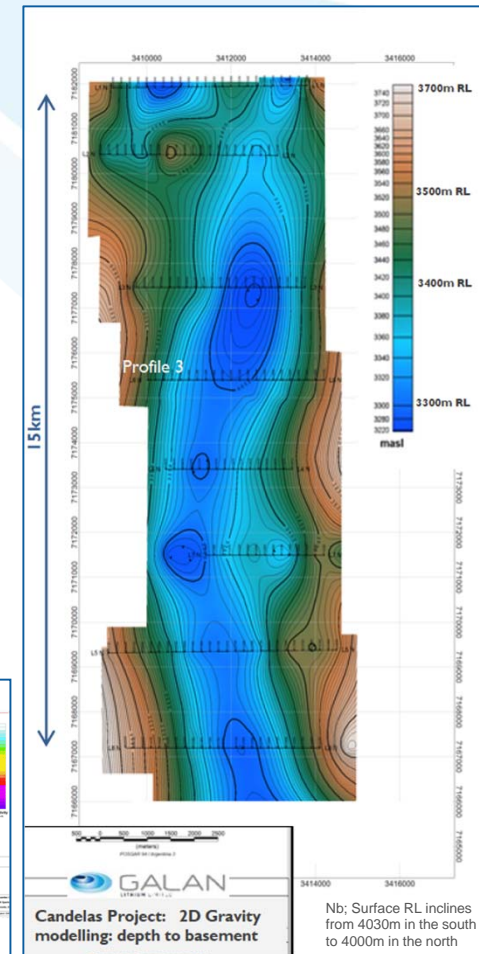
Resistivity profiles, Candelas channel, 2018 survey

CANDELAS – GEOPHYSICS. (cont)

- Channel lies within a structurally controlled graben formed into basement Pre-cambrian metamorphic rocks
- Extends for the length of the project, over 15km
- Channel filled with Tertiary ignimbrites, sourced from the nearby Cerro Galan volcano, and more recent Pleistocene sediments (alluvial fan, channel and salar sediments)
- Brine thicknesses interpreted to range from ~150m to 400m+
- Results far exceeded Company expectations



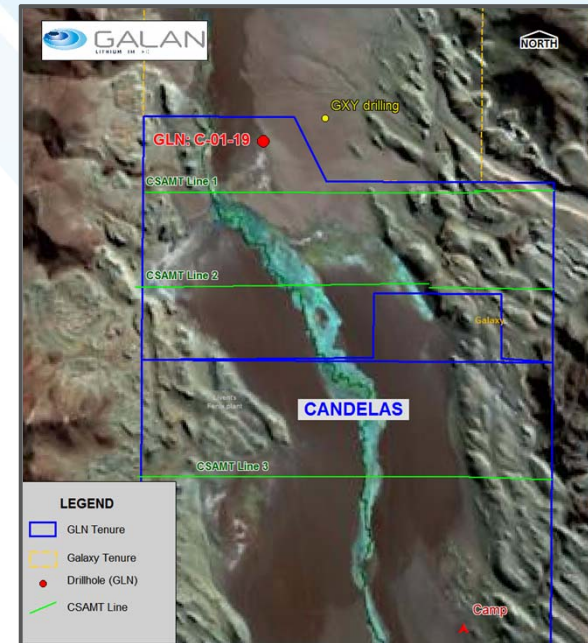
Profile 4 - Interpreted model showing lowly resistive brine saturated materials (in purple/blue) with possible dry materials (yellow) sitting above basement (red)



CANDELAS BRINE DISCOVERY

February 2019

- Maiden drillhole at Candelas intercepts highly conductive brines from ~235 metres
- Brine conductivities exceed the field instruments limits (being 200Ms/cm)
- Perfect permeable host lithologies including; coarse sands/gravels and breccia-conglomerate
- Sediments overlain by thick layer of ignimbrite, supports Company's theories of underlying brine pool within the Candelas channel
- Drilling conducted by Major Drilling – highly experienced in drilling brines on salt flats in Argentina
- SRK (Australia) overseeing resource definition, QA/QC controls utilising its Australian and local Argentinian team



CANDELAS DISCOVERY

February 2019

“Preliminary field measurements and laboratory analyses on brine suggests that the Candelas Project has the potential to become a world-class soluble lithium deposit hosted in a unique geological setting”.

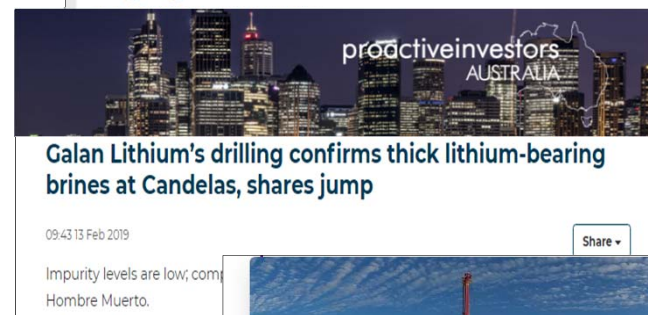
SRK Consulting (Argentina)
ASX:GLN release 13 February, 2019

Maiden Drillhole Highlights...

- Open, partial intercept of; **65m at 862 mg/l Li**
- **Thick, high grade** lithium bearing brines for **166 metres** (from 235 to 401m eoh)
- Further assaying of the brine column underway
- VERY LOW Impurity levels; **Mg/Li ratio <3**
- Brines recorded high **SG values ~1.21 g/cc**
- Fractured basement lithologies hosting brine encountered from 311m
- Sediment package includes **potentially perfect permeable hosts**; coarse sands/gravels and conglomerates
- Industry experts from **SRK Consulting** deem this a **potential world class deposit**

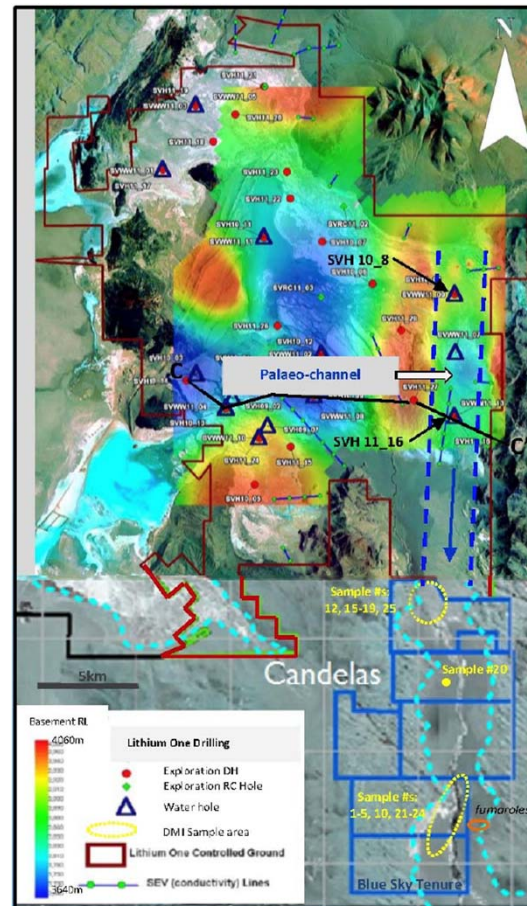
Sample ID	From m	To m	Li mg/L	Mg mg/L	B mg/L	K mg/L	Cond. mS/cm	SG g/cm ³	Mg/Li
*GL 101	165	215	118	263	195	1576	73	1.025	2.2
*GL 102	235	267	515	1465	369	4729	>200	1.125	2.8
*GL 103	235	300	858	2355	596	8090	>200	1.21	2.7
*GL 103Dup.	235	300	867	2376	601	8067	>200	1.21	2.7
GL 104	310	330	771	2163	549	8197	>200	1.21	2.8
GL 105	353	354	806	2250	566	8513	>200	1.21	2.8

Assay and field test results - Drillhole C-01-19, Candelas project
Diamond drillhole C-01-19 Location: 712,116E 7,180,414N (WGS84 Zone19)

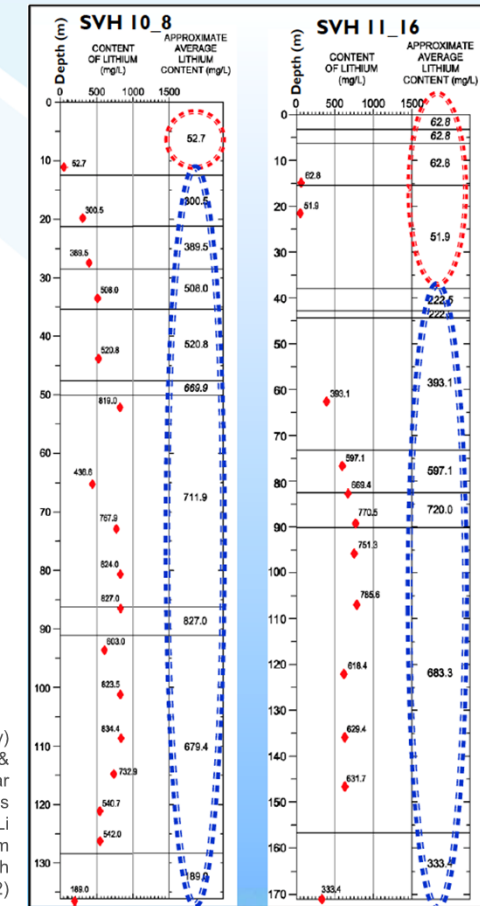


GALAXY DRILLING HIGHLIGHTS SIGNIFICANCE OF CANDELAS.

- Galaxy's closest drilling to Candelas
- GXY now drilling on their southern border abutting Candelas project
- Substantial volumes of brine at GXY's *Sal de Vida* project similar to those thought to exist at Candelas; perfect permeable host
- Los Patos palaeochannel clearly visible running into Galaxy ground
- Galaxy resource intercepts comparable with Galan's maiden intercept



Base gravity/aerial photo image showing eastern palaeochannel, location of Lithium One (Galaxy) drilling & GLN Samples - Candelas area (ref: Lithium One NI43-101, March 2012)

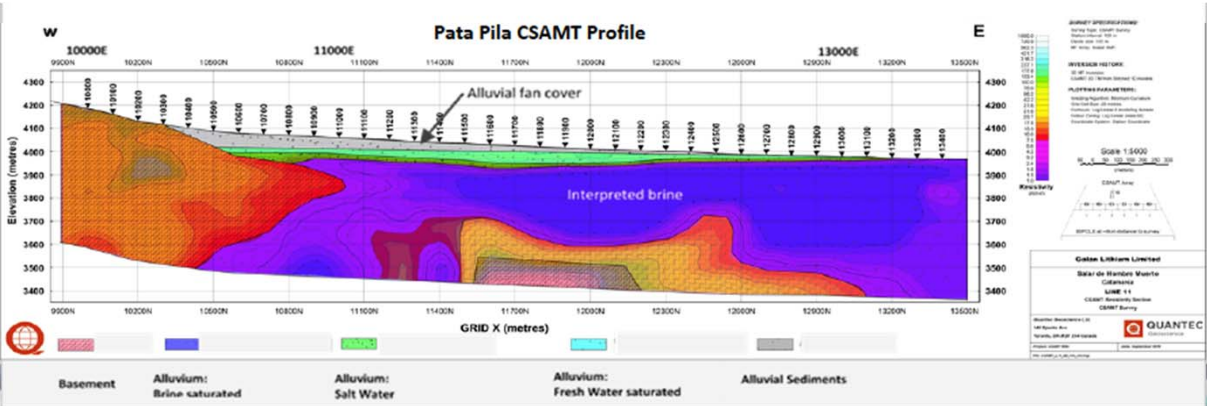


Lithium One (Galaxy) drillholes SVH10_8 & SVH11_16 noting near surface Li versus underlying economic Li grades (ref: Lithium One NI43-101, March 2012)

WESTERN BASIN PROJECTS.

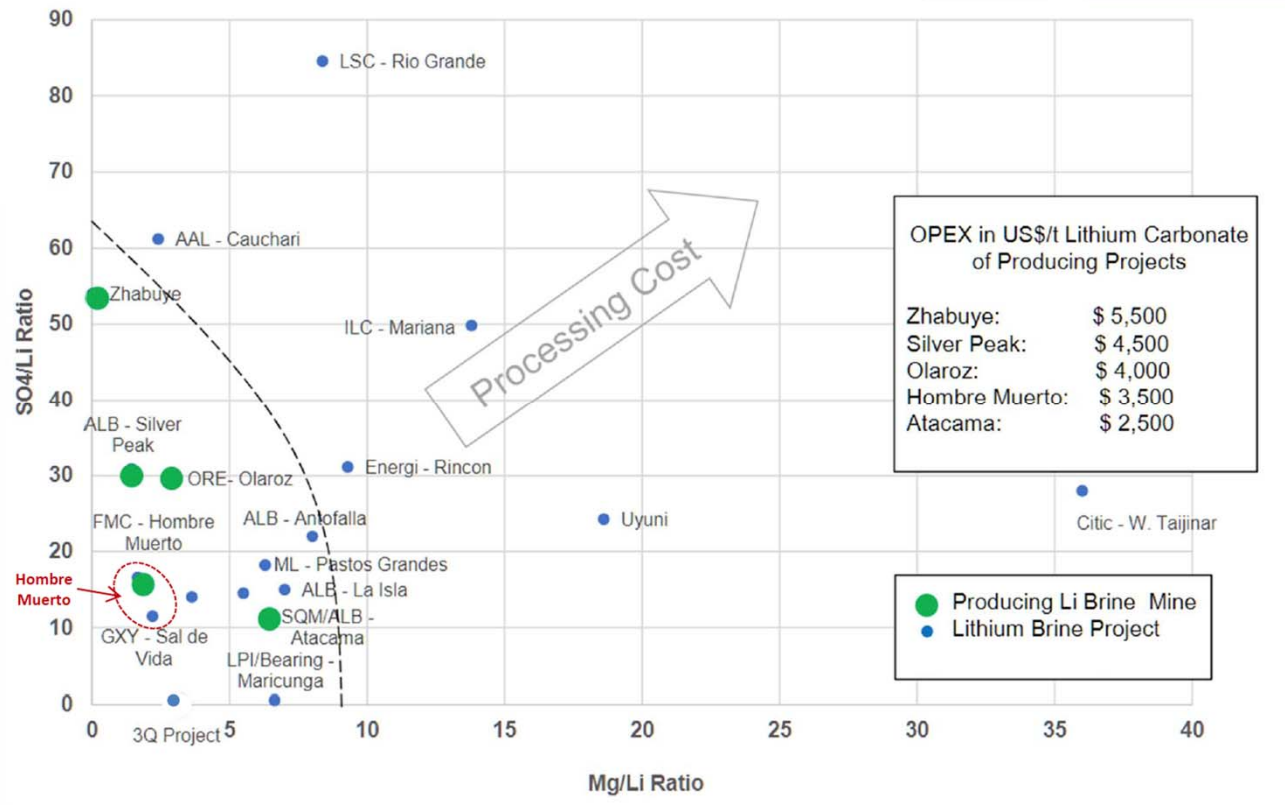
Resistivity surveys show similar readings to Candelas channel for Li Brine

- Several areas covering margins of the Hombre Muerto salar, includes alluvial fan covered salar targets
- Recent resistivity surveys completed over 4 new targets at Hombre Muerto salar;
- Initial near surface water sampling is highly encouraging, several samples >1,000 mg/l Li
- Follow up CSAMT resistivity survey confirms “very conductive and shallow horizons that are consistent with geological units saturated with brine”
- Resistivity values from the targets, which lie adjacent to Livent’s operations, are similar to Candelas - positive implications for lithium grade potential



Example profile, Pata Pila - Interpreted CSAMT model showing lowly resistive brine saturated materials (in purple/blue)

IMPURITIES – PROJECT COMPARISONS.



Source: Neo Lithium Corp * excludes by-products

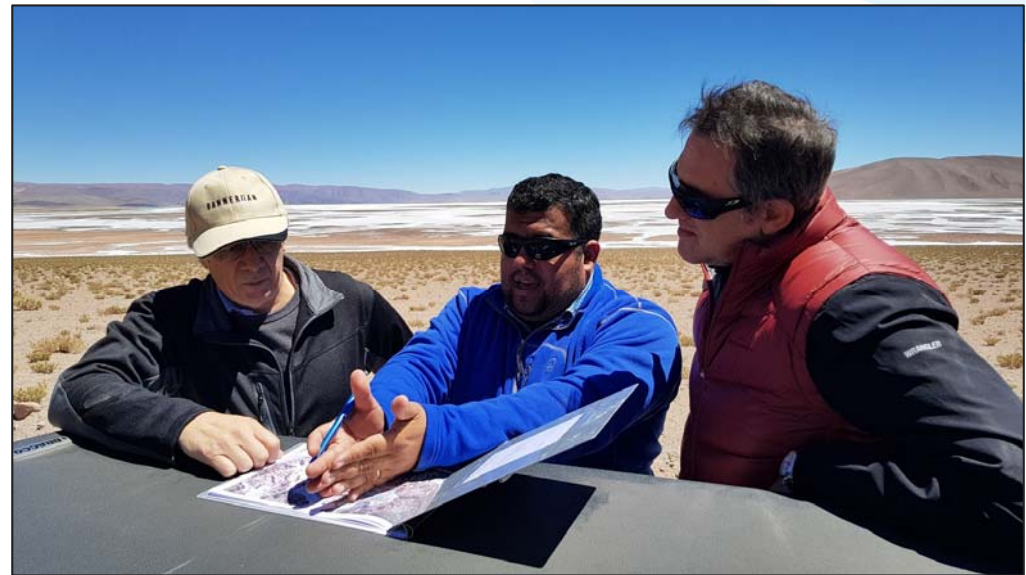
ARGENTINA – A PRO-MINING & INVESTMENT DESTINATION.

- President Mauricio Macri has championed the opening up of the Argentinian economy to international investment
- Fixed exchange rate between the US\$ and Argentinian Peso has been removed and capital controls are no longer in place
- Majority of export duties and trade controls have been removed. Consistent royalty regime for all minerals across most of the country introduced in 2017
- FMC recently listed their lithium business on the NYSE as Livent Corporation (NYSE: LTHM) raising US\$340M – FMC have been successfully producing lithium carbonate and lithium hydroxide in Argentina for +27 years
- Other major lithium project investments in-country continue
 - POSCO purchase of SDV North (US\$280M)
 - Ganfeng purchases 50% of Cauchari-Olaroz (US\$87.5M)



GALAN LITHIUM LIMITED INVESTMENT FOUNDATIONS.

- ✓ World class location
- ✓ Simple, proven chemistry at adjacent operations
- ✓ Proven high grade, low impurity setting
- ✓ Large resource potential
- ✓ Company's geological model proven in maiden drillhole
- ✓ Well experienced local in-country team
- ✓ Project potential yet to be fully appreciated
- ✓ Highly experienced Board





FAST TRACKING TO LITHIUM CARBONATE PRODUCTION IN SOUTH AMERICA'S LITHIUM TRIANGLE

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