



ASX ANNOUNCEMENT

5 August 2019

GALAN TO RAISE UP TO \$2 MILLION

- **Commitments received for private placement of \$1 million at 18 cents**
- **Share Purchase Plan to existing shareholders to raise up to a further \$1 million**
- **Funds to be applied to continuing JORC resource work, commencement of PFS studies and Western Tenement drilling programme**

Galan Lithium Limited (ASX:GLN) (**Galan** or **the Company**) is pleased to announce that it is undertaking a capital raising of \$2 million through a combination of a private placement to sophisticated investors and a share purchase plan offer to existing shareholders.

The Company confirms that it has received firm commitments from sophisticated investors to raise \$1 million through a share placement at 18 cents per share with one free unquoted option (exercisable on or before 31 August 2020 at \$0.25) also being issued on a one option for every two shares subscribed for basis (**Placement**). The Placement shares (5,555,555) and options (2,777,777) will be issued under the Company's existing placement capacity under ASX Listing Rule 7.1.

The Company will also offer existing eligible shareholders, shares issued at the same price of \$0.18 plus one free unquoted option (exercisable on or before 31 August 2020 at \$0.25) and on the same terms as the Placement under a Share Purchase Plan to raise up to a further \$1 million. Full details of the SPP are contained in the Shareholders letter also announced on the ASX today.

The capital raising funds will assist the Company in continuing its work on a JORC compliant resource and commence PFS work for Candelas North along with the initial drilling campaign for the Western Tenements and for working capital purposes.

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About Galan

Galan is an ASX listed company exploring for lithium brines within South America’s *Lithium Triangle* on the Hombre Muerto salar in Argentina. Hombre Muerto is proven to host the highest grade and lowest impurity levels within Argentina and is home to Livent Corporation’s El Fenix operation and Galaxy Resources and POSCO’s Sal de Vida projects. Galan’s primary target is the adjoining Candelas channel target, a ~15km long by 3-5km wide valley filled channel where geophysics and drilling has indicated a substantial volume of lithium bearing brine and over which a maiden resource estimate is currently being estimated.



GALAN
LITHIUM LIMITED