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## GALAXY ACQUIRES 20% OF JAMES BAY PROJECT

### Highlights

- Galaxy acquires 20% of James Bay Project
- C\$3 million initial payment completed
- Galaxy has potential to increase to 70% by completing a DFS

Galaxy Resources Limited (ASX: GXY, "Galaxy") is pleased to announce that the conditions precedent of the farm-in and joint venture agreement ("Agreement") with Lithium One Inc. (TSX-V: LI) of Canada have now been satisfied.

Under the terms of the Agreement, Galaxy has now acquired an initial 20% equity interest in the James Bay Project after the C\$3 million initial payment was made.

Galaxy has the potential to increase its equity interest to 70% through the completion of a definitive feasibility study within a 24 month period.

The James Bay Project is an extensive high-grade spodumene pegmatite, near-surface deposit, with a NI 43-101 compliant resource and close proximity to key infrastructure.



For more information, please contact:

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**Caution Regarding Forward Looking Statements**

Statements regarding Galaxy's plans with respect to its mineral properties are forward-looking statements. 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.

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## About Galaxy (ASX: GXY)

Galaxy Resources is an international S&P / ASX 300 Index company which plans to become one of the world's leading producers of lithium compounds – the essential component for powering the world's fast expanding fleet of hybrid and electric cars.

Galaxy wholly-owns and operates the Mt. Cattlin mine, which is currently producing spodumene concentrate. Galaxy's Jiangsu lithium carbonate plant, once completed, will have a design capacity of 17,000 tpa of lithium carbonate, which Galaxy expects would make it one of the largest plants in China converting hard rock lithium mineral concentrates into lithium compounds and chemicals.

Lithium compounds such as lithium carbonate are forecast to be in high future demand due to advances in long life batteries and sophisticated electronics including mobile phones and computers.

Galaxy Resources has positioned itself to meet this lithium future by not only mining the lithium, but also by downstream processing to supply lithium carbonate to the expanding Asian market.