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## GALAXY AWARDS JIANGSU PLANT EPCM CONTRACT

### Highlights

- EPCM contract for construction of the Jiangsu Lithium Carbonate Plant to Hatch
- The contract provides seamless transition from feasibility phase through to preliminary design and implementation
- Hatch have already commenced building the project team
- Project remains on schedule for start up in Q4 2010
- Hatch has a sound record for successful project delivery in China

Emerging lithium producer, Galaxy Resources Limited (ASX: GXY), today announced it has awarded the EPCM contract to design and build the Jiangsu Lithium Carbonate plant to Hatch Consulting Shanghai (Hatch).

The contract appoints Hatch to provide the engineering services, procurement and manage the construction of the Jiangsu Battery Grade Lithium Carbonate Plant in 2010 on the site in the Zhangjiagang Yangtze River International Chemical Industrial Park.

The contract strengthens the association between Galaxy and Hatch who prepared the Definitive Feasibility Study for the Jiangsu Plant and their appointment as EPCM contractor will provide a seamless transition into the project delivery phase.

Hatch delivered the comprehensive project DFS report for Galaxy on time and within budget earlier this year and has already commenced the process design and preliminary site preparation works at Jiangsu.

Hatch has coordinated the application for the business license which is due to be awarded shortly.

The Company is on track to commence construction of the plant on schedule in Q1 2010 with piling and foundations. This schedule is in accordance with the planned plant start-up in Q4 2010.

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### **About Galaxy (ASX: GXY)**

Galaxy Resources is a Western Australian company which is soon to become one of the world's leading producers of lithium – the essential component for powering the world's fast expanding fleet of hybrid and electric cars.

By 2010, GXY's Mt Cattlin mine will be the world's second largest hard rock producer of lithium and, through the development of its value adding Jiangsu lithium carbonate plant (17,000 tpa), the Company will be the largest and lowest cost lithium producer in China.

Lithium concentrate and lithium carbonate materials are forecast to be in short supply against 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 by downstream processing to supply lithium carbonate to the lucrative Asian market.