

4 June 2010

## GALAXY RECEIVES CONSTRUCTION PERMIT FOR JIANGSU

Emerging lithium producer, Galaxy Resources Limited (ASX: GXY), is pleased to advise that it has received the Construction Permit for the Jiangsu Lithium Carbonate Plant from the Zhangjiagang (ZJG) authorities.

The permit was granted by the Jiangsu Province Administration Bureau for Industry and Commerce and represents the final key milestone of the approvals process for the Company's lithium carbonate project.

Galaxy Resources Managing Director, Mr Iggy Tan said the approvals process did not delay work on the project as the Company was granted permission from the ZJG authorities to commence bulk earthworks, roadworks, plant foundation piling, site utilities and concrete padding.

"There is still site preparatory work to complete before full construction activity commences on site," Mr Tan said.

"Our excellent relationship with the Zhangjiagang authorities and the project approval management expertise of Hatch China are some of the key reasons for the timely issue of the Construction Permit."



- ENDS -

For more information, please contact:

Iggy Tan Managing Director 08 9215 1700 0419 046 397 Jon Snowball FD Third Person 08 9386 1233 0424 473 841

## About Galaxy (ASX: GXY)

Galaxy Resources is a Western Australian S&P / ASX 300 Index 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 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.