

15 November 2011

## GALAXY EXPECTS JIANGSU TO BE COMPLETED AHEAD OF REVISED SCHEDULE

### Highlights

- Jiangsu mechanical completion expected by end-Nov, one month ahead of revised schedule
- Construction has been fast tracked
- Cold commissioning to commence following handover
- First production at Jiangsu expected during first quarter of 2012

Galaxy Resources Limited (ASX: GXY, Galaxy) advises that final-stage construction of its wholly-owned Jiangsu Lithium Carbonate Project (**Jiangsu or the Project**) in China is expected to be mechanically completed by the end of November 2011, a month ahead of the revised schedule.

Galaxy said the construction effort at Jiangsu had been accelerated and progress was better-than-expected.

Under a revised project schedule, announced July 2011, Galaxy had targeted completion by the end of Q4 2011.

Galaxy Resources Managing Director, Iggy Tan, said the strong workforce on site at Jiangsu contributed to the Project's better-than-expected development.

"The Jiangsu construction workforce has swelled to around 900 during day shift and up to 290 on night shift, which has been critical to the final stages of project completion. Costs continue to track in line with our previously stated budget target," Mr Tan said.

Galaxy said cold commissioning will occur for at least two months after the Project is mechanically completed.

"The Company is processing applications for final production approvals and licenses with relevant government departments and is targeting first production during first quarter of 2012," said Mr Tan.

-ENDS-

For more information, please contact:

#### Corporate

Iggy Tan  
Managing Director  
Galaxy Resources Limited  
Tel (office): 08 9215 1700  
Email: [ir@galaxylithium.com](mailto:ir@galaxylithium.com)

#### Australia Media Contact

Jane Grieve  
FTI Consulting  
Tel (office): 08 9386 1233  
Tel (mobile): 0488 400 248  
Email: [jane.grieve@fticonsulting.com](mailto:jane.grieve@fticonsulting.com)

#### Hong Kong Media Contact

Cindy Lung  
Strategic Financial Relations Limited  
Tel (office): (852) 2864 4867  
Tel (mobile): (852) 9282 4640  
Email: [cindy.lung@sprg.com.hk](mailto:cindy.lung@sprg.com.hk)



Sodium sulphate plant



Calcination cooler



Sulphation kiln



Calcination kiln



South side of the Jiangsu plant site



Lithium carbonate production area



Final product storage warehouse



Front entrance of site and administration building



Kiln platform with reagents storage in background



Final product bins and sodium sulphate crystalliser



Punch list checking by Galaxy staff



Purification plant



Cooling tower and final product warehouse



Final product bins



Purification circuit



Lithium carbonate production area



Control Room



Lithium carbonate production area



Product centrifuge



Site laboratory



West side of the Jiangsu plant site



South-West side of the Jiangsu plant site