



4 January 2011

Company Announcements Office
ASX Limited
4th Floor
20 Bridge Street
SYDNEY NSW 2000

Via: www.asxonline.com

Dear Sir/Madam,

CLEANSING NOTICE

Galaxy Resources Limited (ASX: GXY) advises that, further to the previously announced conversion of options, the relevant notice under Section 708A(5) appears below.

Notice given under Section 708A(5) of the Corporations Act

This notice is given under paragraph (5)(e) of Section 708A of the Corporations Act 2001 (Cth) ("Corporations Act").

The following securities of the Company were issued without disclosure to investors under Part 6D.2 of the Corporations Act:

Type:	Shares
Class/Description:	Ordinary Fully Paid
ASX Code:	GXY
Date of Issue:	31 December 2010
Number Issued:	500,000
Issue Price per Security:	\$0.40

The Company intends to apply to ASX Limited for quotation of the above securities.

As at the date of this notice, the Company has complied with:

- (a) The provisions of Chapter 2M of the Corporations Act as they apply to the Company; and
- (b) Section 674 of the Corporations Act.

The Company confirms that it is in the process of investigating and is in early stage discussions relating to the potential acquisition of, or the entry into joint ventures with respect to, lithium-related projects in various countries including Australia, North America and South America.

Other than as set out above, as at the date of this notice, there is no excluded information required to be disclosed under paragraph (6)(e) of Section 708A of the Corporations Act.

Yours faithfully

A handwritten signature in black ink, appearing to read 'A L Meloncelli', with a stylized, cursive script.

A L Meloncelli
Company Secretary