ASX ANNOUNCEMENT / MEDIA RELEASE

22 August 2016

GALAXY ANNOUNCES FURTHER CHANGES TO BOARD OF DIRECTORS

Galaxy Resources Limited (ASX: GXY) ("Galaxy") is pleased to announce the following changes to the Board of Directors of the Company. These Board changes follow on from the successful takeover of General Mining Corporation Limited (ASX: GMM) and the appointment of Michael Fotios to the Board on 9 August 2016.

Longstanding executive director Mr Charles Whitfield has retired from the Board.

This change is effective as at 19 August 2016.

Galaxy's Board will now comprise:

- Martin Rowley (Non-Executive Chairman and Director)
- Anthony Tse (Managing Director)
- Michael Fotios (Non-Executive Director)
- George Zhang (Non-Executive Director)

Martin Rowley, Chairman of Galaxy commented "I would also like to thank Charles Whitfield in his role as an executive director during the successful turnaround of Galaxy Resources over the past three years. During this period there has been a material increase in the value of Galaxy which has been made possible by the balance sheet transformation lead by Mr Whitfield. Mr Whitfield leaves the Company in a very strong financial and operational position."

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About Galaxy (ASX: GXY)

Galaxy Resources Limited ("Galaxy") is a global lithium company with lithium production facilities, hard rock mines and brine assets in Australia, Canada and Argentina. It owns the Mt Cattlin spodumene and tantalum project near Ravensthorpe in Western Australia and the James Bay lithium pegmatite project in Quebec, Canada.

Galaxy is advancing plans to develop the Sal de Vida lithium and potash brine project in Argentina situated in the lithium triangle (where Chile, Argentina and Bolivia meet), which is currently the source of 60% of global lithium production. Sal de Vida has excellent potential as a low cost brine-based lithium carbonate production facility.

Lithium compounds are used in the manufacture of ceramics, glass, and consumer electronics and are an essential cathode material for long life lithium-ion batteries used in hybrid and electric vehicles, as well as mass energy storage systems. Galaxy is bullish about the global lithium demand outlook and is aiming to become a major producer of lithium products.

Caution Regarding Forward-Looking Information

This document contains forward-looking statements concerning Galaxy.

Forward-looking statements are not statements of historical fact and actual events and results may differ materially from those described in the forward looking statements as a result of a variety of risks, uncertainties and other factors. Forward-looking statements are inherently subject to business, economic, competitive, political and social uncertainties and contingencies. Many factors could cause the Company's actual results to differ materially from those expressed or implied in any forward-looking information provided by the Company, or on behalf of, the Company. Such factors include, among other things, risks relating to additional funding requirements, metal prices, exploration, development and operating risks, competition, production risks, regulatory restrictions, including environmental regulation and liability and potential title disputes.

Forward looking statements in this document are based on Galaxy's beliefs, opinions and estimates of Galaxy as of the dates the forward looking statements are made, and no obligation is assumed to update forward looking statements if these beliefs, opinions and estimates should change or to reflect other future developments.

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