ASX ANNOUNCEMENT / MEDIA RELEASE

Australia
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MT CATTLIN UPDATE - MINIMAL IMPACT ON PRODUCTION FROM RECENT HEAVY RAINFALL

Galaxy Resources Limited (ASX: GXY) ("Galaxy" or the "Company") would like to provide an update for its Mt Cattlin Project in Ravensthorpe, Western Australia.

Rainfall Impact

Over the past week, Mt Cattlin and the general Ravensthorpe area has experienced extensive unseasonal rains with an estimated 240mm falling. Notwithstanding this very heavy rainfall, Galaxy advises that normal processing operations have continued uninterrupted.

The rain has caused a temporary two day suspension to mining operations however there has been sufficient material on the run of mine pad during this period and no production delays were experienced. Uninterrupted operations have continued at the processing plant. Minor repairs have been required to onsite haulage roads and walkways. The recently upgraded site drainage has worked as designed so there has been little accumulation of water in the operating areas.

Road access from Perth to Mt Cattlin for consumables and reagent deliveries has not been affected. Currently, road access from Mt Cattlin to Esperance is restricted due to severe flood damage to roads and infrastructure on the South Coast Highway. Galaxy currently has approximately 10,000 tonnes of export product in storage at Esperance port and with the next shipment vessel, the MV Blessing SW, expected to be arriving around 22 February, the Company is planning on the basis that the Esperance road access will not be fully operational before that date, to enable the balance of the export shipment of 5,000 tonnes be trucked to Esperance port. Galaxy is working with Qube Logistics, Mitsubishi Corporation and the Port of Bunbury on a short-term shipping solution to ensure the planned 15,000 mt total shipment can be loaded on the vessel MV Blessing SW.

Current Spodumene Concentrate Stockpile - Mt Cattlin, Ravensthorpe

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About Galaxy (ASX: GXY)

Galaxy Resources Limited ("Galaxy") is an international S&P / ASX 200 Index company with lithium production facilities, hard rock mines and brine assets in Australia, Canada and Argentina. It wholly owns and operates the Mt Cattlin mine in Ravensthorpe Western Australia, which is currently producing spodumene and tantalum concentrate, 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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