



GALAN
LITHIUM LIMITED

ASX ANNOUNCEMENT

28 April 2023

QUARTERLY ACTIVITIES REPORT MARCH 2023

HIGHLIGHTS

Hombre Muerto West (HMW) DFS:

- Board appointed Advisor, Juan Carlos Barrera (ex SQM VP Operations) and newly appointed Director, Ms Claudia Pohl drive DFS optimisation and review
- Long-term production development plan, including Candelas, updated; Total production increase from 34ktpa to 60ktpa LCE over 4 stages
- DFS optimisation across two phases; 1st phase end May'23 and 2nd phase Aug'23
- Updated HMW Resource imminent; HMW Reserve model to follow with DFS

HMW Exploration:

- Positive airlift testing results at Santa Barbara plus geophysical survey work confirm brine continuity and high grade
- 4th production well completed at Rana de Sal; Hydraulic tests to start in May'23
- Commenced drilling of 5th production at Del Condor

Candelas

- 100% ownership of Candelas completed

Greenbushes South:

- Drilling commenced at Galan's 100% owned Greenbushes South Lithium Project, located only 3km from the world-class Greenbushes Lithium Mine

Corporate:

- Ms Claudia Pohl, ex senior SQM executive, appointed to Board
- Juan Carlos Barrera, former SQM VP Operations appointed as Advisor
- Cash and investments at the end of quarter ≈A\$28 million

The Board of Galan Lithium Limited ("Galan" or the "Company") is pleased to provide this Quarterly Activities Report for the quarter ended 31 March 2023 to the date of this report. The focus for the quarter was the continued progression of the Definitive Feasibility Study ("DFS") and associated works/activities, including optimisations, well pump testing and further drilling at its 100% owned, high-grade/low-impurity Hombre Muerto West ("HMW") Project in the Catamarca Province, Argentina as well as the commencement of drilling at its wholly owned Greenbushes South lithium project in Western Australia.

OPERATIONS

Mineral Resources

Please also refer to the JORC Code Tables, 2012 Edition, as detailed in Annexure 1 of the Galan ASX announcement dated 24 October 2022 entitled "Spectacular 2.5x Increase in HMW Resource – Now 5.8 Mt LCE @ 866 mg/l Li (76% in Measured Category)".

The original Mineral Resource Estimate ("MRE") was completed by SRK Consulting (Australasia) ("SRK") in March 2020 (ASX: GLN 12 March 2020) and was based upon results from 1,054 metres of drilling within the Pata Pila, Rana de Sal and Casa del Inca tenement holdings at Hombre Muerto West. The hydrogeologic domains were constrained to logged units within the drillholes and supported by the interpretation of Controlled Source Audio-Frequency Magnetotellurics (CSMAT) and Transient Electromagnetic (TEM) geophysical profiles. Mineral Resource Estimates for lithium (reported as Li₂CO₃ equivalent) and potassium (KCl equivalent) were completed by SRK.

Table 1 summarises the updated MRE, incorporating the results of the 2021-2022 exploration campaign and reporting in accordance with the JORC Code (2012) guidelines. According to SRK, the Hombre Muerto West MRE is hosted within geologically well-defined zones of high-grade lithium mineralisation, including significant mineralised hydrogeologic domains.

Table 1: Mineral Resource Statement for Hombre Muerto West and Candelas (October 2022)

Resource Category	Brine Vol. (Mm ³)	In situ Li (Kt)	Avg. Li (mg/l)	LCE (Kt)	Avg. K (mg/l)	In situ K (Kt)	KCl Equiv. (Kt)
Hombre Muerto West							
Measured	933	833	883	4,435	7,777	7,331	13,980
Indicated	151	125	820	663	6,993	1,101	2,099
Inferred	174	140	811	748	7,170	1,241	2,367
HMW Total	1,258	1,098	866	5,846	7,599	9,733	18,561
Candelas North (*)							
Indicated	196	129	672	685	5,193	1,734	3,307
Galan's Total Resource Inventory							
Grand Total	1,454	1,227	839	6,531	7,274	11,467	21,868

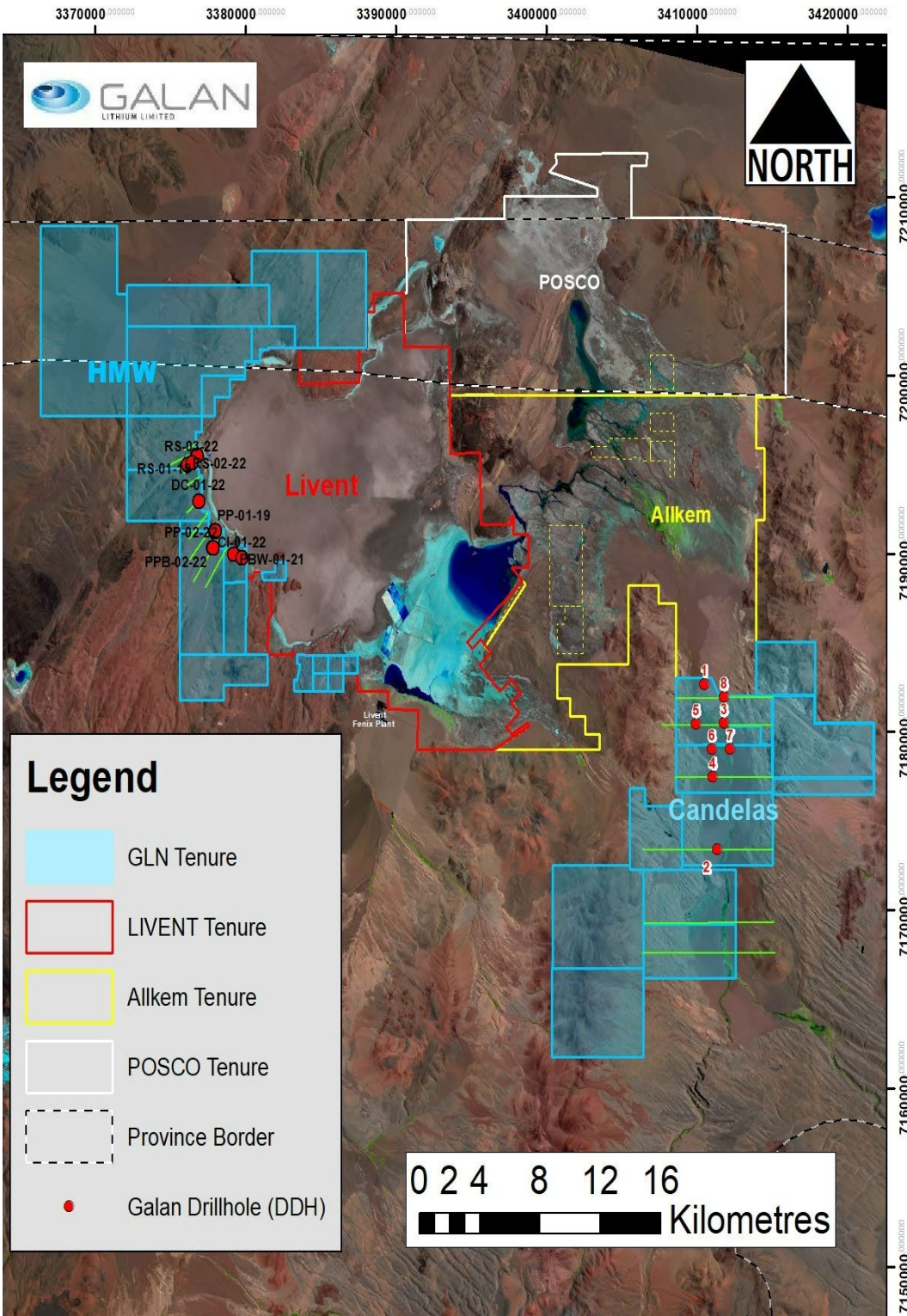
NB: no cut-off grade applied to the updated Mineral Resource Estimate as minimum values are above expected economic values (620 mg/L); Specific yield (SY) values used are as follows: Sand – 23.9%, Gravel – 21.7%, Breccia – 8% and Halite – 3%. There may be minor discrepancies in the above table due to rounding. The conversion for LCE = Li x 5.3228, KCl = K x 1.907.

(*) The Candelas North Mineral Resource Statement was originally announced on 1 October 2019. There may be minor discrepancies in the above table due to rounding.

The HMW Project (Figure 1) is located on the western shore of the Hombre Muerto Salar, a world-renowned lithium-bearing salar located in the Argentinean Puna plateau region of the high Andes at an elevation of approximately 4,000 m above sea level. The HMW Project comprises various exploration areas (note that the Catalina, Santa Barbara and Pucara tenements are not included in the HMW Resource), covering a total estimated polygon area of 7.5 km strike, up to 2.5 km in width and up to 718 m in depth. The Project lies adjacent to Livent Corporation, Allkem Limited and POSCO's Sal de Vida projects, and is approximately 1,400 km northwest of the capital of Buenos Aires and 170 km west-southwest of the city of Salta. The Candelas Project (Figure 1) lies approximately 40 km ESE of the HMW Project. It is hosted within a ~15 km by 3–4 km wide structurally controlled basin infilled with sediments that host the Li-bearing brines.

For further technical information please refer to the details included in the GLN ASX announcements dated 1 October 2019, 12 March 2020 and 24 October 2022.

Figure 1 – Galan’s high-grade, low-impurity lithium brine tenure in Argentina



HMW

Definitive Feasibility Study (“DFS”)

As announced on 15 March 2023, Juan Carlos Barrera (ex SQM VP Operations) was appointed to the senior management team as a consultant and advisor to the Board. As part of his original brief, the Board requested Mr Barrera, in conjunction with the newly appointed Non-Executive Director, Ms Claudia Pohl (also ex SQM), to conduct a thorough review of the DFS process. Their initial review has led the project team onto further optimisation studies that have delayed the planned release of the DFS.

Most components of the initial DFS have now been delivered, including the EIA, and the project team, along with Mr Barrera and the project engineers, are reviewing the documentation.

The new leaders of the technical team, Mr Barrera and Ms Pohl, have also confirmed the high quality of the lithium chloride concentrate brine is very attractive for potential off takers. The lithium chloride concentrate is on target and on the right path to produce a product with 6% of Li with low impurities in Q2, 2023.

To this end, the DFS has now been separated into two phases. The initial DFS, due end of May 2023, will focus on the first production phase only, being 4ktpa LCE equivalent (Lithium Chloride Concentrate production), as per production permits currently under application. The DFS optimisation work being conducted by the new team will continue, culminating in the release of a phase 2 DFS in August 2023, addressing full 20ktpa LCE production rates. Phase 3 and phase 4 timing to be confirmed.

The revised strategy enables Galan to meet its original goal of being a producer by H1 of 2025. The reduced scale of phase 1 allows the Company to accelerate the construction, industrial scale piloting and therefore bring forward the future selling of high-quality lithium chloride concentrate.

Planned Production Profile

The optimisation work undertaken to date has also driven a revised production development plan for both the HMW and Candelas Projects. These details are currently being finessed and incorporated into broader studies where the Company intends to lift its production profile to 60ktpa LCE across four stages:

- Phase 1 – 4ktpa LCE (HMW)
- Phase 2 – 20ktpa LCE (HMW)
- Phase 3 – 40ktpa LCE (HMW)
- Phase 4 – 60ktpa LCE (HMW & Candelas)

A more detailed production plan update will be provided to the market in the coming weeks.

Local Community Responsibility

The Company believes that exploration, development and processing activity can play a central role in sustainable community development by acting as a catalyst for positive economic and social change. From the outset, Galan has regularly engaged with local communities within its project areas and has always been at the forefront of assisting people and organisations within the Catamarca province. The Company will continue to protect the human rights of its stakeholders, including local communities and to prevent human rights violations from occurring at the Company’s projects.

Galan has always focussed on making the local economies stronger and will continue to fully support local suppliers, contractors and service providers as it plans to head into the construction phase.

A key part of the permitting process is the conducting of community public hearings. In early April 2023, the Catamarca Ministry of Mining, along with Galan, conducted two hearings which were very well received by the relevant local communities.

Figure 2. Local community public hearing run by Catamarca Ministry of Mining and Galan



Exploration Expansion

As announced on 1 March 2023, the first exploration diamond drillhole (SB-01-23) at Santa Barbara was completed at a depth of 455 metres through the alluvial sediments and underlying fractured breccia (Figure 4). 72-hour airlift testing of SB-01-23 delivered an extracted high average lithium brine grade of 829 mg/L, with observed lithium brine grade ranges between 795 and 839 mg/L. New geophysical survey work over the Santa Barbara tenure has also evidenced brine continuity over the entire area.

Airlift testing delivers high-grade brine

A 72-hour airlift test was conducted on well SB-01-23 over the period 10 - 13 February 2023. A total of six (6) samples were recovered during the airlift test and chemical analysis was undertaken at Alex Stewart NOA laboratory in Jujuy, Argentina.

The average extracted lithium brine grade was 829 mg/L, with observed lithium brine grade ranges between 795 and 839 mg/L (Figure 3 and Table 2).

Figure 3. Airlift results of extracted lithium brine concentration at SB-01-23

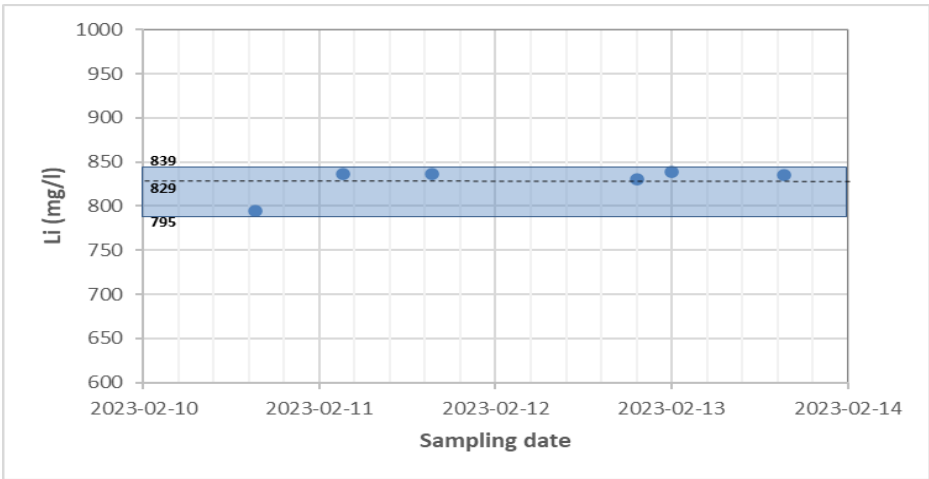
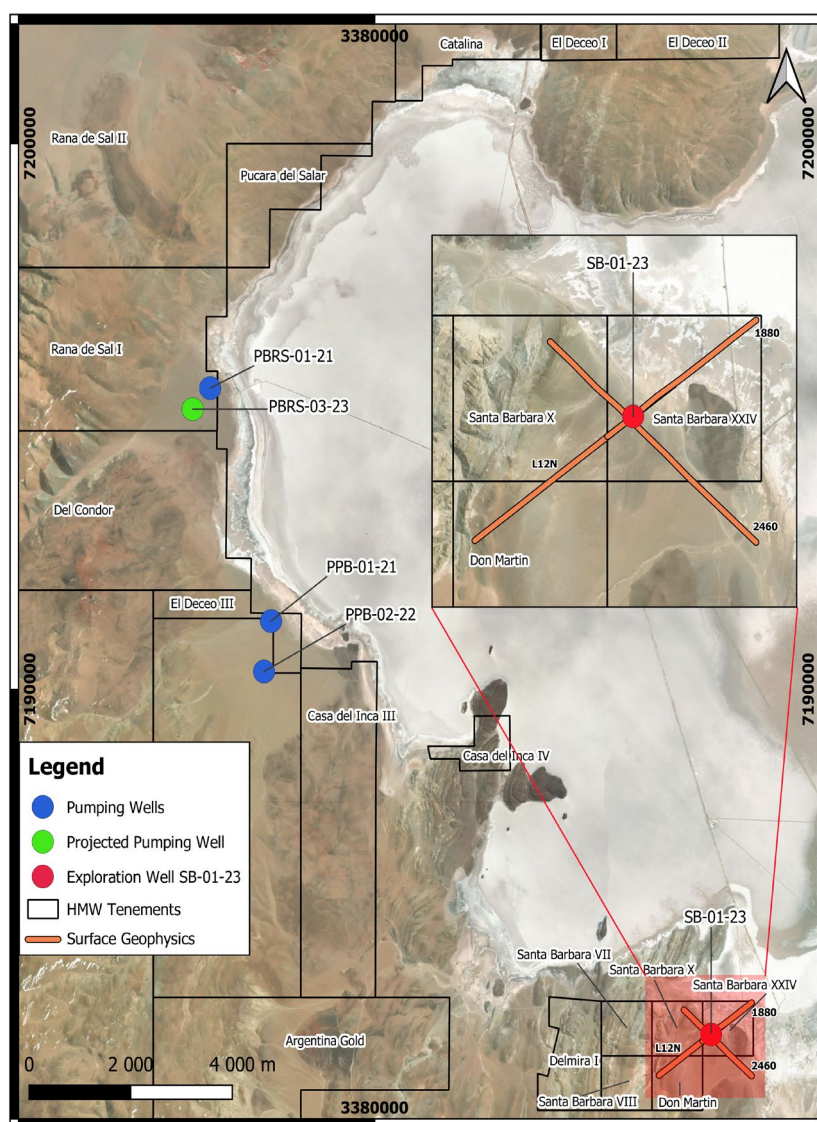


Table 2. Extracted lithium brine concentrations during airlift test of well SB-01-23

Airlift test samples	Date	Lithium grade (mg/L)
GLN-1513	10-02-2023	795
GLN-1514	11-02-2023	837
GLN-1515	11-02-2023	837
GLN-1516	12-02-2023	831
GLN-1517	13-02-2023	835
GLN-1518	13-02-2023	839

Figure 4. HMW Project plant image. Geophysical survey (orange lines) and exploration well SB-01-23 location (red) in Santa Barbara XXIV tenement. Production wells marked in blue and green.



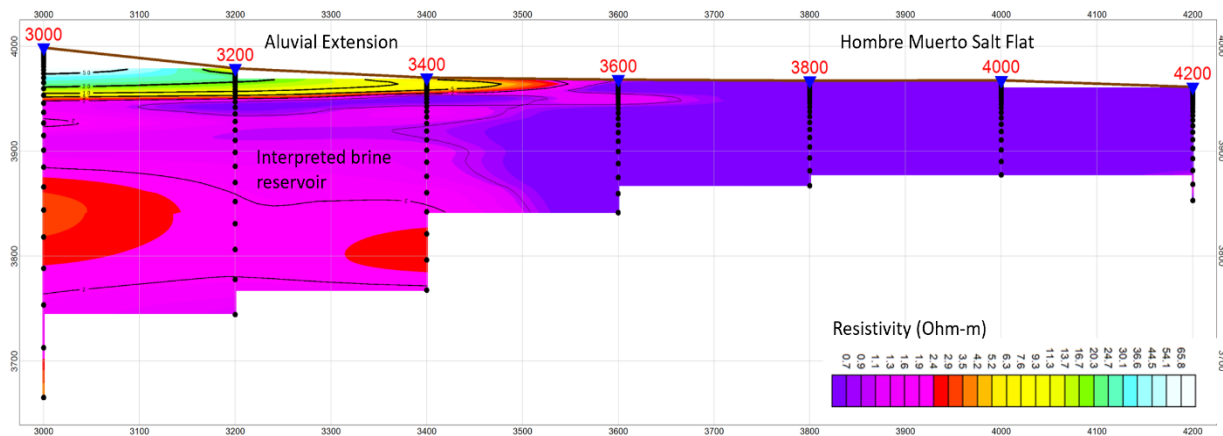
Results from geophysical lines indicate brine continuity

Two surface geophysical surveys were carried out over the Santa Barbara X, Santa Barbara XXIV, and Don Martin tenements, as shown in Figure 4. Surveys included Controlled-source Audio-frequency Magnetotellurics ("CSMAT") profiles (2019) and Transient Electromagnetic ("TEM") exploration carried out in

November 2022. The latter was processed and interpreted in December 2022, allowing for an improved resolution of the brine reservoir and confidence in defining drilling targets in the area.

TEM resistivity line 1880 (Figure 5), confirmed the presence of a low resistivity zone in the direction of the salt flat and its continuity throughout the alluvial fan. Exploration well SB-01-23 is approximately located at station 3200 of the profile, showing low resistivities in this zone, consistent with previous CSAMT results.

Figure 5. TEM geophysical profile 1880 at Santa Bárbara XXIV tenement



Consequently, TEM resistivity section 2460 (Figure 2) shows the extension of the low resistivity anomaly in the northwest-southeast direction, confirming brine continuity over the entire alluvial area.

For further technical information please refer to the details included in the GLN ASX announcement dated 1 March 2023.

Production Wells

Drilling activities commenced for three new production wells in the current HMW Project resource areas, starting with production well No 4 (PBRs-03-23) at Rana de Sal I. This well is now complete and drilling has commenced on production well No 5 (PBDC-02-23) located at Del Condor. These three new production wells will complement the existing wells to ensure full brine flexibility for the 4ktpa production phase. These 3 new wells, along with the 3 completed wells, are part of the long-term HMW Project production infrastructure.

Candelas

The Candelas Project is supported by a full Preliminary Economic Assessment and a JORC 2012 Resource and lies approximately 40 km ESE of the HMW Project, and is hosted within a ~15 km by 3–4 km wide structurally controlled basin infilled with sediments that host the Li-bearing brines (Figure 1).

As announced on 8 February 2023, Galan moved to 100% full ownership and title to the Candelas project. Candelas has no 3rd party royalties attached to it and has a readily accessible reverse osmosis water source ie. No river water will be required.

Candelas will be incorporated into the revised production plan being formulated with the HMW Project.

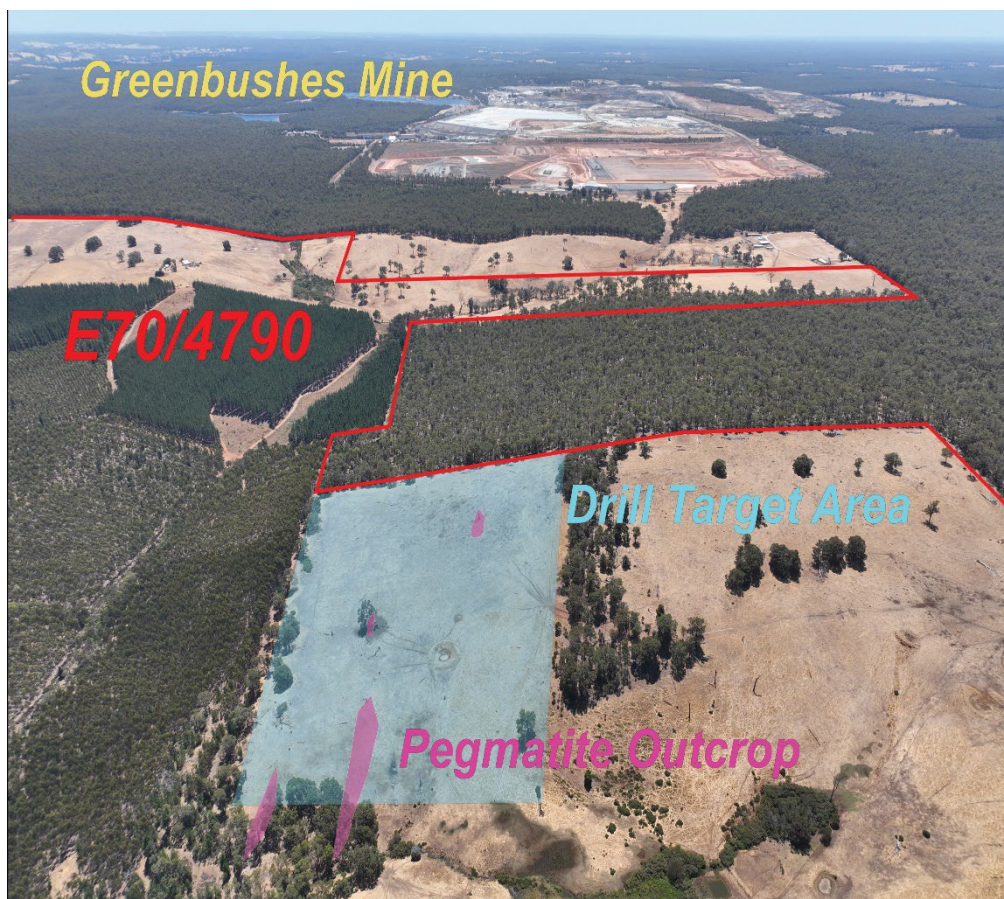
Greenbushes South

As announced on 6 March 2023, Galan commenced drilling at its 100%-owned Greenbushes South Lithium Project in Western Australia. Galan's Key Greenbushes South Project tenement, E70/4790, is located only 3 km south of the Greenbushes Lithium Mine ("**Greenbushes**") (Figure 6). The maiden 2,500-metre drilling campaign is testing Galan's targets identified from soil sampling and ground geophysics.

The Greenbushes South Lithium Project is located 250 km south of Perth in Western Australia. Covering an area of approximately 315 km², Greenbushes South was acquired due to its predicted strike projection of the geological structure associated with the Greenbushes Lithium Mine.

Greenbushes is currently the largest hard-rock lithium mine in the world and has been in production since 1983. It is operated by Talison Lithium Pty Ltd, a private company now owned by joint venture partners Tianqi Lithium Corporation / IGO Limited JV (51%) and Albemarle Corporation (49%).

Figure 6: Drone photo over the drill target area



CORPORATE

At the end of the March 2023 quarter, the Company had cash resources and investments of \$28.1 million.

On 13 February 2023, Galan changed its registered office and principal place of business to level 1, 50 Kings Park Road, West Perth WA 6005.

Key Advisor

On 15 March 2023, Galan announced the appointment of Mr. Juan Carlos Barrera to the senior management team as a consultant and advisor to the Board.

Juan Carlos is a civil industrial engineer (with two Master's Degrees) with over 33 years of broad mining experience including 28 years working for the world leader in the lithium industry, Sociedad Química y Minera de Chile (NYSE:SQM, Santiago Stock Exchange: SQM-A, SQM-B) and two for Exxon.

For the last 12 years at SQM, he was Lithium & Potassium Senior Operations Vice-President and was responsible for exploration, mining, production, expansions, and new projects particularly in lithium chloride, carbonate, lithium hydroxide and sulphate. This included the management of more than 1,700 direct workers and up to 5,300 contractors, the operation of 11 production plants and was instrumental in building over 27 square kilometres of solar evaporations ponds. Juan Carlos has developed lithium projects in Chile, Argentina and Australia and has also been the due diligence team leader for two successful lithium project acquisitions.

New Board Appointment

On 28 March 2023, the Company announced the appointment of Ms. María Claudia Pohl Ibáñez to the Galan Board as an Independent Non-Executive Director.

Claudia is an industrial civil industrial engineer with extensive experience in the lithium production industry. Until recently, she worked for world leader in the lithium industry Sociedad Química y Minera de Chile (NYSE:SQM, Santiago Stock Exchange: SQM-A, SQM-B) for 23 years, based in Santiago, Chile. During Claudia's time at SQM, she held numerous senior leadership roles including overseeing lithium planning and studies and brings significant lithium project evaluation and operational experience whilst joining the Board at a critical juncture in Galan's journey to becoming a significant South American lithium producer.

Since leaving SQM in late 2021, Claudia has been Managing Partner and General Manager of Chilean based Ad-Infinitum, a process engineering consultancy, with specific focus on lithium brine projects under study and development, and the associated project evaluations.

Mr Chris Chalwell, a founding Galan Non-Executive Director since February 2011, has decided to retire as a Galan director on 31 May 2023 to align with his personal future endeavours.

The Company is building on its ESG frameworks and policies by engaging Socialsuite to assist with Galan's corporate focused ESG journey. Galan's ESG baseline report and database is currently being compiled whilst Circular will continue to provide all project based ESG frameworks, monitoring etc.

Appendix 5B

Payments to related parties of the entity and their associates for the quarter totalled \$315,486 for director fees, legal fees and consulting fees.

The Galan Board authorises the release of this March 2023 Quarterly Activities Report.

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Competent Persons Statements

Competent Persons Statement 1

The information contained herein that relates to exploration results and geology is based on information compiled or reviewed by Dr Luke Milan, who has consulted to the Company. Dr Milan is a Member of the Australasian Institute of Mining and Metallurgy and has sufficient experience which is relevant to the style of mineralisation and types of deposit under consideration and to the activity which they are undertaking to qualify as a Competent Persons as defined in the 2012 Edition of the 'Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves'. Dr Milan consents to the inclusion of his name in the matters based on the information in the form and context in which it appears.

Competent Persons Statement 2

The information relating to the Exploration Results and integrity of the database was compiled by Mr Alvaro Henriquez. Mr Henriquez is a full-time employee of Galan Lithium Limited and has been engaged by Galan as their Exploration Manager. The integrity of the database and site inspection was done by Dr Michael Cunningham, GradDip, (Geostatistics) BSc honours (Geoscience), PhD, MAusIMM, MAIG, MGSA, FGSL. Dr Cunningham is an Associate Principal Consultant of SRK Consulting (Australasia) Pty Ltd. Review of the hydrogeological aspects of the exploration program and a site inspection was completed by Dr Brian Luinstra, BSc honours (Geology), PhD (Earth Sciences), MAIG, PGeo (Ontario). Dr Luinstra is a Principal Consultant of SRK Consulting (Australasia) Pty Ltd.

Competent Persons Statement 3

The information in this report that relates to the Mineral Resources estimation approach at Hombre Muerto West was compiled by Dr Michael Cunningham. Dr Cunningham is an Associate Principal Consultant of SRK Consulting (Australasia) Pty Ltd. He has sufficient experience relevant to the assessment and of this style of mineralisation to qualify as a Competent Person as defined by the "Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves – The JORC Code (2012)". Dr Cunningham consents to the inclusion in this report of the matters based on his information in the form and context in which it appears.

The Company confirms that it is not aware of any new information or data that materially affects the information included in the original market announcements, and that all material assumptions and technical parameters have not materially changed. The Company also confirms that the form and context in which the Competent Person's findings are presented have not been materially modified from the original market announcements.

Forward-Looking Statements

Some of the statements appearing in this announcement may be in the nature of forward-looking statements. You should be aware that such statements are only predictions and are subject to inherent risks and uncertainties. Those risks and uncertainties include factors and risks specific to the industries in which Galan Lithium Limited operates and proposes to operate as well as general economic conditions, prevailing exchange rates and interest rates and conditions in the financial markets, among other things. Actual events or results may differ materially from the events or results expressed or implied in any forward-looking statement. No forward-looking statement is a guarantee or representation as to future performance or any other future matters, which will be influenced by several factors and subject to various uncertainties and contingencies, many of which will be outside Galan Lithium's control. Galan Lithium Limited does not undertake any obligation to update publicly or release any revisions to these forward-looking statements to reflect events or circumstances after today's date or to reflect the occurrence of unanticipated events. No representation or warranty, express or implied, is made as to the fairness, accuracy, completeness or correctness of the information, opinions or conclusions contained in this announcement. To the maximum extent permitted by law, none of Galan Lithium Limited, its directors, employees, advisors, or agents, nor any other person, accepts any liability for any loss arising from the use of the information contained in this announcement. You are cautioned not to place undue reliance on any forward-looking statement. The forward-looking statements in this announcement reflect views held only as at the date of this announcement.

About Galan

Galan Lithium Limited (ASX:GLN) is an ASX-listed lithium exploration and development business. Galan's flagship assets comprise two world-class lithium brine projects, HMW and Candelas, located on the Hombre Muerto salar in Argentina, within South America's 'lithium triangle'. Hombre Muerto is proven to host lithium brine deposition of the highest grade and lowest impurity levels within Argentina. It is home to the established El Fenix lithium operation (Livent Corporation) and the Sal de Vida (Allkem) and Sal de Oro (POSCO) lithium projects. Galan is also exploring at Greenbushes South in Western Australia, approximately 3km south of the Tier 1 Greenbushes Lithium Mine.

Hombre Muerto West (HMW): A ~16km by 1-5km region on the west coast of Hombre Muerto salar neighbouring Livent Corp to the east. HMW is currently comprised of seven concessions – Pata Pila, Rana de Sal, Deceo III, Del Condor, Pucara, Catalina and Santa Barbara. Geophysics and drilling at HMW demonstrated significant potential of a deep basin. In October 2022, an updated Mineral Resource estimate was delivered totalling 5.8Mt of LCE for the largest concessions (including Pata Pila, Casa del Inca and Rana de Sal). Exploration upside remains for the HMW concessions not included in the current resource estimate.

Candelas: A ~15km long by 3-5km wide valley filled channel which project geophysics and drilling have indicated the potential to host a substantial volume of brine and over which a maiden resource estimated 685kt LCE (Oct 2019). Furthermore, Candelas has the potential to provide a substantial amount of processing water by treating its low-grade brines with reverse osmosis, this is without using surface river water from Los Patos River.

Greenbushes South Lithium Project: Galan now owns 100% of the tenement package that makes up the Greenbushes South Project that covers a total area of approximately 315 km². The project is located ~250 km south of Perth in Western Australia. These tenements are located along the trace of the geologic structure, the Donnybrook-Bridgetown Shear Zone, that hosts the emplacement of the lithium-bearing pegmatite at Greenbushes. In March 2022 airborne geophysics was flown to develop pegmatite targets for all of Galan's tenements. Following on, in August 2022, a pegmatite associated with spodumene-bearing rocks was discovered at E70/4790. This tenement is approximately 3 km to the south of the Greenbushes mine. Further geological mapping, soil sampling and geophysical investigations are being used to determine drill targets within E70/4790. These ground-based methods are also being applied to Galan's other granted tenements in the region.

Lithium classification and conversion factors

Lithium grades are normally presented in mass percentages or milligrams per litre (or parts per million (ppm)). Grades of deposits are also expressed as lithium compounds in percentages, for example as a per cent, lithium oxide (Li₂O) content or per cent and lithium carbonate (Li₂CO₃) content. Lithium carbonate equivalent ("LCE") is the industry standard terminology for, and is equivalent to, Li₂CO₃. Use of LCE is to provide data comparable with industry reports and is the total equivalent amount of lithium carbonate, assuming the lithium content in the deposit is converted to lithium carbonate, using the conversion rates in the table included further below to get an equivalent Li₂CO₃ value in per cent. Use of LCE assumes 100% recovery and no process losses in the extraction of Li₂CO₃. Conversion Factors for Lithium Compounds and Minerals:

Convert from		Convert to Li	Convert to Li ₂ O	Convert to Li ₂ CO ₃
Lithium	Li	1.000	2.153	5.323
Lithium Oxide	Li ₂ O	0.464	1.000	2.473
Lithium Carbonate	Li ₂ CO ₃	0.188	0.404	1.000

INTEREST IN MINING TENEMENTS AT 31.03.23

Argentina (Hombre Muerto projects) - 100% interest

Candela I - VI
 Casa Del Inca I, II, III & IV
 Catalina
 Deceo I, II & III
 Del Condor
 Delmira I
 Don Martin
 Jazmin II
 Pata Pila
 Pucara del Salar
 Rana de Sal I, II & III
 Santa Barbara VII, VIII, X, XXIV
 Argentina Gold

Australia (Greenbushes South project) – 100% interest

E70/4690 (G)
 E70/4790 (G)
 E70/4777 (G)
 E70/5680 (G)
 E70/6263 (P) (formerly E70/4889)
 E70/1698 to E70/1704 (P)
 E70/6264 (P) (formerly E70/4629)

Appendix 5B

Mining exploration entity or oil and gas exploration entity quarterly cash flow report

Name of entity

GALAN LITHIUM LIMITED

ABN

87 149 349 646

Quarter ended ("current quarter")

31 March 2023

Consolidated statement of cash flows	Current quarter \$A'000	Year to date (9 months) \$A'000
1. Cash flows from operating activities		
1.1 Receipts from customers	9	40
1.2 Payments for		
(a) exploration & evaluation	-	-
(b) development	-	-
(c) production	-	-
(d) staff costs	-	-
(e) administration and corporate costs	(805)	(2,161)
1.3 Dividends received (see note 3)	-	-
1.4 Interest received	21	323
1.5 Interest and other costs of finance paid	-	-
1.6 Income taxes paid	-	-
1.7 Government grants and tax incentives	-	-
1.8 Other (provide details if material)	-	-
1.9 Net cash from / (used in) operating activities	(775)	(1,798)

2. Cash flows from investing activities		
2.1 Payments to acquire or for:		
(a) entities	-	-
(b) tenements	(2,357)	(5,006)
(c) property, plant and equipment	(27)	(79)
(d) exploration & evaluation	(6,220)	(18,550)
(e) investments	(1,982)	(2,082)
(f) other non-current assets	(224)	(224)

Mining exploration entity or oil and gas exploration entity quarterly cash flow report

Consolidated statement of cash flows		Current quarter \$A'000	Year to date (9 months) \$A'000
2.2	Proceeds from the disposal of:		
	(a) entities	-	-
	(b) tenements	-	-
	(c) property, plant and equipment	-	-
	(d) investments	-	-
	(e) other non-current assets	-	-
2.3	Cash flows from loans to other entities	-	-
2.4	Dividends received (see note 3)	-	-
2.5	Other (provide details if material)	-	-
2.6	Net cash from / (used in) investing activities	(10,810)	(25,941)
3.	Cash flows from financing activities		
3.1	Proceeds from issues of equity securities (excluding convertible debt securities)	-	-
3.2	Proceeds from issue of convertible debt securities	-	-
3.3	Proceeds from exercise of options	-	6
3.4	Transaction costs related to issues of equity securities or convertible debt securities	(15)	(18)
3.5	Proceeds from borrowings	-	-
3.6	Repayment of borrowings	-	-
3.7	Transaction costs related to loans and borrowings	-	-
3.8	Dividends paid	-	-
3.9	Other (provide details if material)	-	-
3.10	Net cash from / (used in) financing activities	(15)	(12)
4.	Net increase / (decrease) in cash and cash equivalents for the period		
4.1	Cash and cash equivalents at beginning of period	37,847	53,883
4.2	Net cash from / (used in) operating activities (item 1.9 above)	(775)	(1,798)
4.3	Net cash from / (used in) investing activities (item 2.6 above)	(10,810)	(25,941)
4.4	Net cash from / (used in) financing activities (item 3.10 above)	(15)	(11)

Mining exploration entity or oil and gas exploration entity quarterly cash flow report

Consolidated statement of cash flows		Current quarter \$A'000	Year to date (9 months) \$A'000
4.5	Effect of movement in exchange rates on cash held	2	116
4.6	Cash and cash equivalents at end of period	26,249	26,249

5.	Reconciliation of cash and cash equivalents at the end of the quarter (as shown in the consolidated statement of cash flows) to the related items in the accounts	Current quarter \$A'000	Previous quarter \$A'000
5.1	Bank balances	2,887	9,762
5.2	Call deposits	22,500	27,844
5.3	Bank overdrafts	-	-
5.4	Other (provide details) Overseas bank acc	862	241
5.5	Cash and cash equivalents at end of quarter (should equal item 4.6 above)	26,249	37,847

6.	Payments to related parties of the entity and their associates	Current quarter \$A'000
6.1	Aggregate amount of payments to related parties and their associates included in item 1	136
6.2	Aggregate amount of payments to related parties and their associates included in item 2	179
<p><i>Note: if any amounts are shown in items 6.1 or 6.2, your quarterly activity report must include a description of, and an explanation for, such payments.</i></p> <p>Includes MD salary, NED salaries and professional fees plus legal fees paid to an associate of a NED.</p>		

7.	Financing facilities <i>Note: the term "facility" includes all forms of financing arrangements available to the entity. Add notes as necessary for an understanding of the sources of finance available to the entity.</i>	Total facility amount at quarter end \$A'000	Amount drawn at quarter end \$A'000
7.1	Loan facilities		
7.2	Credit standby arrangements		
7.3	Other (please specify)		
7.4	Total financing facilities		
7.5	Unused financing facilities available at quarter end		
7.6	<p>Include in the box below a description of each facility above, including the lender, interest rate, maturity date and whether it is secured or unsecured. If any additional financing facilities have been entered into or are proposed to be entered into after quarter end, include a note providing details of those facilities as well.</p>		

8.	Estimated cash available for future operating activities	\$A'000
8.1	Net cash from / (used in) operating activities (item 1.9)	(775)
8.2	(Payments for exploration & evaluation classified as investing activities) (item 2.1(d))	(6,220)
8.3	Total relevant outgoings (item 8.1 + item 8.2)	(6,995)
8.4	Cash and cash equivalents at quarter end (item 4.6)	26,249
8.5	Unused finance facilities available at quarter end (item 7.5)	-
8.6	Total available funding (item 8.4 + item 8.5)	26,249
8.7	Estimated quarters of funding available (item 8.6 divided by item 8.3)	4
<i>Note: if the entity has reported positive relevant outgoings (ie a net cash inflow) in item 8.3, answer item 8.7 as "N/A". Otherwise, a figure for the estimated quarters of funding available must be included in item 8.7.</i>		
8.8	If item 8.7 is less than 2 quarters, please provide answers to the following questions:	
8.8.1	Does the entity expect that it will continue to have the current level of net operating cash flows for the time being and, if not, why not?	
	<div style="border: 1px solid black; padding: 5px; min-height: 20px;"> Answer: NA </div>	
8.8.2	Has the entity taken any steps, or does it propose to take any steps, to raise further cash to fund its operations and, if so, what are those steps and how likely does it believe that they will be successful?	
	<div style="border: 1px solid black; padding: 5px; min-height: 20px;"> Answer: NA </div>	
8.8.3	Does the entity expect to be able to continue its operations and to meet its business objectives and, if so, on what basis?	
	<div style="border: 1px solid black; padding: 5px; min-height: 20px;"> Answer: NA </div>	
<i>Note: where item 8.7 is less than 2 quarters, all of questions 8.8.1, 8.8.2 and 8.8.3 above must be answered.</i>		

Compliance statement

- 1 This statement has been prepared in accordance with accounting standards and policies which comply with Listing Rule 19.11A.
- 2 This statement gives a true and fair view of the matters disclosed.

Date: 28 April 2023

Authorised by: **The Board of Galan Lithium Limited**

Mike Robbins (Company Secretary)

(Name of body or officer authorising release – see note 4)

Mining exploration entity or oil and gas exploration entity quarterly cash flow report

Notes

1. This quarterly cash flow report and the accompanying activity report provide a basis for informing the market about the entity's activities for the past quarter, how they have been financed and the effect this has had on its cash position. An entity that wishes to disclose additional information over and above the minimum required under the Listing Rules is encouraged to do so.
2. If this quarterly cash flow report has been prepared in accordance with Australian Accounting Standards, the definitions in, and provisions of, *AASB 6: Exploration for and Evaluation of Mineral Resources* and *AASB 107: Statement of Cash Flows* apply to this report. If this quarterly cash flow report has been prepared in accordance with other accounting standards agreed by ASX pursuant to Listing Rule 19.11A, the corresponding equivalent standards apply to this report.
3. Dividends received may be classified either as cash flows from operating activities or cash flows from investing activities, depending on the accounting policy of the entity.
4. If this report has been authorised for release to the market by your board of directors, you can insert here: "By the board". If it has been authorised for release to the market by a committee of your board of directors, you can insert here: "By the [name of board committee – eg Audit and Risk Committee]". If it has been authorised for release to the market by a disclosure committee, you can insert here: "By the Disclosure Committee".
5. If this report has been authorised for release to the market by your board of directors and you wish to hold yourself out as complying with recommendation 4.2 of the ASX Corporate Governance Council's *Corporate Governance Principles and Recommendations*, the board should have received a declaration from its CEO and CFO that, in their opinion, the financial records of the entity have been properly maintained, that this report complies with the appropriate accounting standards and gives a true and fair view of the cash flows of the entity, and that their opinion has been formed on the basis of a sound system of risk management and internal control which is operating effectively.