



ASX ANNOUNCEMENT

28 July 2023

Galan Acquires Title to Catalina Tenure in Catamarca and Salta Provinces in Argentina

The Board of Galan Lithium Limited (**Galan** or the **Company**) is pleased to announce that it now has 100% full ownership of the Catalina tenement that borders the Catamarca and Salta Provinces in Argentina.

Galan's Managing Director, JP Vargas de la Vega, said: "This acquisition represents a highly significant value accretive transaction for the Company. It resolves the security of tenure in this highly prospective area favourably for the exclusive benefit of Galan and its shareholders. As there are now no competing interests, our team can advance exploration and evaluation activities at Catalina with the objective of delineating a maiden resource. Furthermore, we plan to accelerate such work and look forward to keeping our shareholders informed of our progress."

Galan has executed the necessary agreement to successfully register its full ownership of the Catalina tenure (as issued by the Catamarca and Salta authorities). This outcome is similar to that experienced by POSCO with their tenure in the Hombre Muerto salt flat. There is a long-standing political border dispute (over 100 years) between Salta and Catamarca, that includes the northern part of the Salar del Hombre Muerto, which does not have a foreseeable resolution. Over time, both respective provincial mining authorities have claimed the right on the disputed area and have been issuing mining rights that overlap over the same area. For clarity, Galan's Catalina tenure covers Catalina, Rana de Sal II, Rana de Sal III, Pucara del Salar and Deceo I.

Catalina is located in a disputed area between Salta and Catamarca without final definition, therefore the ownership of the area will be disputed by Salta up until the Federal Congress takes a final decision. It is not expected that such a resolution will eventuate in the foreseeable near future.

However, following on from negotiations with the Salta private owner, an agreement has been reached whereby the Company will own 100% of the Catalina project, both in Salta and Catamarca, upon the issue of 9,756,098 fully paid ordinary shares in the capital of Galan. The uncertainty around the private ownership and potential mine development of the tenure has now been resolved through this important acquisition.

The Galan Board authorises the release of this announcement.

For further information contact:

Juan Pablo ("JP") Vargas de la Vega
Managing Director
Email: jp@galanlithium.com.au
Tel: +61 89214 2150

Terry Gardiner
Non-Executive Director
Email: TGardiner@galanlithium.com.au
Tel: +61 400900377

Forward-Looking Statements

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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 May 2023, an updated Mineral Resource estimate was delivered totalling 6.6Mt of LCE. There still remains exploration upside remains for other areas of the HMW concessions that have 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. In Early March 2023, maiden drilling commenced within E70/4790.