

15 March 2010

MT CATTLIN ANNOUNCEMENT

Galaxy Resources Limited (ASX: GXY) advises that on Saturday 13th March 2010, an employee of a local contractor passed away of a suspected heart attack whilst working at the Mt Cattlin Operations. A medical examination of the deceased is pending.

The Company offers its sincere condolences to the family, friends and colleagues of the deceased. The Company is providing support for the family and for all onsite personnel at this very difficult time.

Although the fatality was due to natural causes, pre-strip mining operations were temporarily suspended and the Department of Mines and Petroleum (DMP) were notified immediately. The construction operations on site remain unaffected.

The mining operations will recommence when the site is cleared by DMP inspectors.

– ENDS –

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Caution Regarding Forward Looking Statements

Statements regarding Galaxy's plans with respect to its mineral properties are forward-looking statements. There can be no assurance that Galaxy's plans for development of its mineral properties will proceed as currently expected. There can also be no assurance that Galaxy will be able to confirm the presence of additional mineral deposits, that any mineralization will prove to be economic or that a mine will successfully be developed on any of Galaxy's mineral properties. Circumstances or management's estimates or opinions could change. The reader is cautioned not to place undue reliance on forward-looking statements.

About Galaxy (ASX: GXY)

Galaxy Resources is a Western Australian company which is soon to become one of the world's leading producers of lithium – the essential component for powering the world's fast expanding fleet of hybrid and electric cars.

By 2010, GXY's Mt Cattlin mine will be the world's second largest hard rock producer of lithium and, through the development of its value adding lithium carbonate plant (17,000 tpa), the Company will be the largest and lowest cost lithium producer in China.

Lithium concentrate and lithium carbonate materials are forecast to be in short supply against high future demand due to advances in long life batteries and sophisticated electronics including mobile phones and computers.

Galaxy Resources has positioned itself to meet this lithium future by not only mining the lithium but by downstream processing to supply lithium carbonate to the lucrative Asian market.