



Galaxy increases production

GALAXY Resources has increased the total contained lithium oxide resource of its Mt Cattlin Lithium-Tantalum project by 26 per cent.

In a statement to the Australian Stock Exchange, the Perth-based company said the projected figure now stands at 155,000 tonnes of lithium oxide.

Galaxy managing director Iggy Tan said the new resource statement underscored Galaxy's potential to be a long-term lithium producer.

"This new resource estimate – with a substantially increased resource and grade – highlights the significant potential of the Mt Cattlin Lithium-Tantalum project and our opportunity to become a

major participant in the world lithium market," Mr Tan said.

The previous resource estimation was released in December 2007.

Mr Tan said additional drilling, modelling and evaluation had since been conducted as part of the Mt Cattlin definitive feasibility study, resulting in the increase.

In January, Galaxy announced its intention to proceed with the development of the Mt Cattlin project, incorporating a 1 million tpa mine and concentrator to produce spodumene and tantalum concentrate.

Galaxy is planning to start construction of the plant later this year.