ASX ANNOUNCEMENT

14 September 2021

GALAN AND CIRCULOR PARTNER TO COMMENCE ESG TRACEABILITY FOR ITS LITHIUM BRINE PROJECTS

- **Galan partners with the leading sustainable supply chain traceability provider, Circulor, for traceability of its lithium carbonate products for market**
- **Dynamic ESG metrics - including CO_2 intensity, water usage and energy mix, will be digitised from project samples, expected in H2 2022, and made available for potential downstream markets**
- **Circulor's platform will enable Galan to demonstrate sustainability and compliance with regulatory requirements under EU Battery Regulations and other international legislation**

Galan Lithium Limited (**the Company** or **Galan**) is pleased to announce its collaborative partnership with Circulor Ltd (**Circulor**) to establish full lithium traceability and dynamic CO_2 and environmental, social and governance (**ESG**) tracking for its lithium brine assets, in Argentina's Lithium triangle.

Galan will be implementing Circulor's solution to help its future market products to meet sustainability objectives for ethical sourcing, CO_2 transparency and other ESG performance metrics (e.g. water consumption). Circulor's solution will be used during Galan's feasibility study stage by tracking samples from its pilot lithium carbonate plant to marketable product (expected in H2 2022). This partnership provides Galan with full traceability of their lithium supply chain.

Galan will work with Circulor during the initial readiness phase to establish its blueprint for sustainable supply chain traceability. This will enable Galan to become a preferred source of supply to worldwide markets, by helping Galan meet compliance requirements under the EU Battery Regulations, various supply chain due diligence legislation and the proposed Carbon Border Adjustment Mechanism, when extended to lithium.

Juan Pablo ("JP") Vargas de la Vega, Galan's Managing Director, said: "We are excited about being able to underpin the ESG performance of our assets, our products and our supply chains. Making this visible and easily traceable for our markets distinguishes our products and will help future customers make their complex supply chains more transparent. It also reinforces our commitment to sustainability for our markets and other stakeholders."

Yue Jin Tay, Director of Business Development of Circulor, said: "As businesses advance initiatives to decarbonise their supply chains and improve ESG performance, supply chain traceability and transparency becomes even more relevant and important. It enables them to make more informed decisions in support of these objectives and provide customers with insights into the environmental and social impacts of these decisions."

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About Circulor Ltd

Circulor is the leading sustainable supply chain traceability provider, headquartered in the UK, with a global footprint including Germany, Singapore, and Australia. It enables businesses to fully analyse, track and manage their supply chains to support responsible sourcing and improve sustainability. It does this by providing an enterprise software platform, which creates a reliable chain of custody of materials and attaches sustainability and other ESG data to that flow of materials. For more information, please email info@circulor.com.

The Galan Board has authorised this release.

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About Galan

Galan is an ASX listed company exploring for lithium brines within South America's Lithium Triangle on the Hombre Muerto salar in Argentina. Hombre Muerto is proven to host the highest grade and lowest impurity levels within Argentina and is home to Livent Corporation's El Fenix operation and Galaxy Resources and POSCO's Sal de Vida projects.

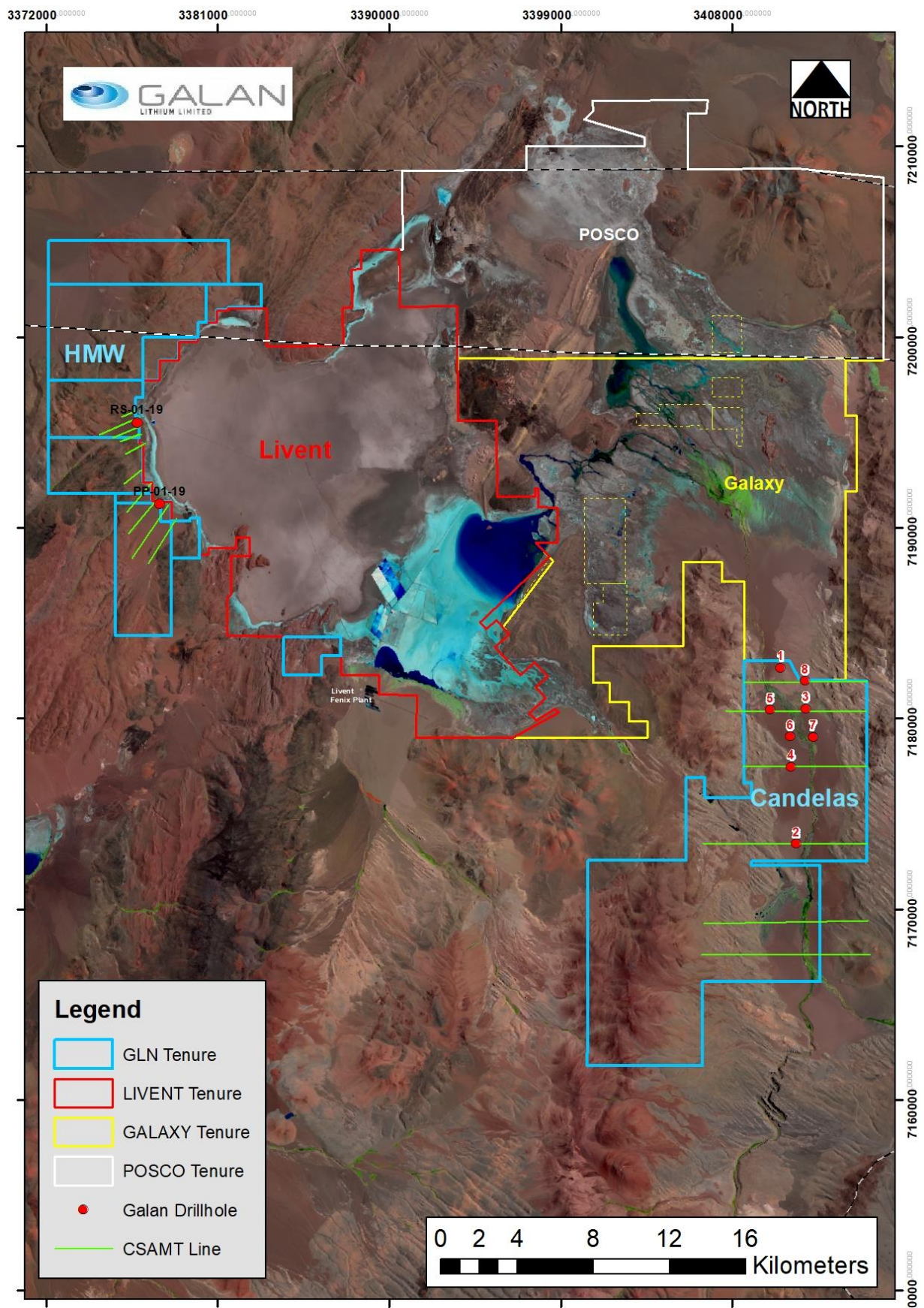*Galan has three projects:*

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.

Hombre Muerto West (HMW): a ~14km 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 a significant potential of a deep basin. In March 2020, a maiden resource estimate delivered 1.1Mt of LCE for two of the largest concessions (Pata Pila and Rana de Sal). That resource now sits at 2.3Mt of LCE with exploration upside remaining for the rest of the HMW concessions not included in the current indicated resource.

Greenbushes South Lithium Project: Galan has an Exploration Licence application (E70/4629) covering a total area of approximately 43 km2. It is approximately 15kms to the south of the Greenbushes mine. In January 2021, Galan entered into a sale and joint venture with Lithium Australia NL for an 80% interest in the Greenbushes South Lithium project, which is located 200 km south of Perth, the capital of Western Australia. With an area of 353 km2, the project was originally acquired by Lithium Australia NL due to its proximity to the Greenbushes Lithium Mine ('Greenbushes'), given that the project covers the southern strike projection of the geological structure that hosts Greenbushes. The project area commences about 3km south of the current Greenbushes open pit mining operations.

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.

Location of Galan Properties at Hombre Muerto