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ASX ANNOUNCEMENT

29 January 2026

A$40 Million Institutional Placement to Support 30% Expansion of Phase 1 Hombre Muerto West (HMW)

Highlights:

- **Galan has received firm commitments to raise A$40 million (before costs) via an institutional placement at A$0.41 per share, a 2% premium to the 5-day VWAP**
- **Directors of the Company have separately committed to subscribe for an additional A$1 million subject to shareholder approval**
- **Placement was strongly supported by existing substantial shareholder Clean Elements as well as global institutional and sophisticated investors**
- **Proceeds of the capital raising will be used to expand production at HMW from current planned 4 ktpa LCE to 5.2 ktpa LCE, fund exploration activities at Greenbushes South and for working capital**
- **Phase 1 construction works at HMW continue to progress with first production targeted for H1 2026**

Galan Lithium Limited (ASX: GLN) (**Galan** or the **Company**) is pleased to announce it has received firm commitments from institutional and sophisticated investors, including major shareholder the Clean Elements Fund (**Clean Elements**) for a placement of A$40 million at an issue price of A$0.41 per share (**Institutional Placement**). Directors of the Company have also committed to subscribe for an additional $1 million on the same terms as the Institutional Placement, subject to shareholder approval (**Director Placement**).

Together with existing cash reserves the proceeds from the equity raising will be used to complete Phase 1 construction activities, expand Phase 1 production capacity from 4 ktpa LCE to 5.2 ktpa LCE, undertake exploration activities at Greenbushes South and for working capital purposes.

First lithium chloride concentrate production to come out of a current inventory of circa 9,500 t LCE in evaporation ponds remains targeted for 1H 2026.

Galan's Managing Director, Juan Pablo (JP) Vargas de la Vega, commented:

"An accelerated recovery in lithium prices has provided Galan with an opportunity to expand HMW Phase 1 production capacity by 30%. Undertaking a Phase 1 expansion at this time will realise operational synergies for Galan, specifically saving on equipment and contractor mobilisation costs and cost savings in procurement.

The equity raising has been very well supported with pricing at a premium to 5, 10 and 15 day VWAPs, which reflects that investors have recognised that Galan is well placed to take advantage of a higher lithium pricing environment, with first lithium chloride production targeted for the first half of 2026.

On behalf of the Board of Directors, I would like to thank our shareholders for their ongoing support, which includes Clean Elements, and to welcome new high caliber institutional investors from around the world to our register."

Details of the Equity Raising

Galan has received firm commitments to raise a total of $40 million under the Institutional Placement and an additional $1 million under the Director Placement (together the "**Equity Raising**"), at an issue price of $0.41 per share.

The Equity Raising will be undertaken in two tranches:

- Tranche 1: Comprising the issue of approximately 86.6 million new fully paid ordinary share ("**New Shares**") to institutional, professional and sophisticated investors under Galan's placement capacity under ASX Listing Rules 7.1 and 7.1A.
- Tranche 2: Comprising the issue of 13.4 million New Shares to Clean Elements and Directors of Galan, subject to shareholder approval under ASX Listing Rule 10.11 which will be sought at an Extraordinary General Meeting (**EGM**) to be held in Mid-March 2026. The date and details of the EGM will be communicated to shareholders on the ASX platform in due course.

The Equity Raising issue price of A$0.41 per New Share represents a:

- 13% discount to the last closing price of A$0.470;
- 2% premium to the 5-day VWAP of A$0.403;
- 4% premium to the 10-day VWAP of A$0.395; and
- 6% premium to the 15-day VWAP of A$0.386;

The New Shares will rank equally with existing Galan shares. The Institutional Placement is not underwritten.

Canaccord Genuity acted as Lead Manager and Bookrunner to the Placement.

Indicative Timetable [1,2]

Event	Time / Date (2026)
Trading Halt	Tuesday, 27 January
Announcement of results of Equity Raising and trading halt lifted	Thursday, 29 January
DvP Settlement of New Shares issued under Tranche 1 of the Equity Raising	Tuesday, 3 February
Allotment of New Shares issued under Tranche 1 of the Equity Raising	Wednesday, 4 February
General Meeting to approve issue of New Shares under Tranche 2 of Equity Raising	Mid-March
Settlement of New Shares issued under Tranche 2 of the Equity Raising	Mid-March
Allotment of New Shares issued under Tranche 2 of the Equity Raising	Mid-March

1. The Lead Manager and the Company reserve the right to vary these dates.
2. All times are Australian Eastern Daylight Time unless otherwise indicated.

The Galan Board has authorised this release.

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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'. Galan is distinguished by:

- The size of its mineral resource. HMW is placed within the top 10 producing or development lithium projects globally,[1]
- The purity of its mineral resource. The HMW mineral resource has the lowest impurity profile of any published lithium brine resource in Argentina,
- Positioning on the cost curve. When in production, HMW is profiled to be in the first quartile of the industry cost curve,[2]
- Near term production with permitted expansion. Galan is on track for first lithium chloride production in 2026, has the construction permits to expand HMW to 21 ktpa LCE and has potential to expand production up to 60 ktpa LCE in HMW Phases 3 and 4;
- The RIGI. The RIGI is a large scale investment framework in Argentina which provides income tax benefits, 30 years of fiscal stability and a range of other financial benefits. Galan and Rio Tinto are the only recipients of the RIGI within the lithium industry in Argentina, and
- Exploration licences at Greenbushes South in Western Australia, close to and just south of the Tier 1 Greenbushes Lithium Mine.

Placement Offer Restrictions

Only for institutional and professional investors in Australia, New Zealand, European Union, Hong Kong, Singapore, European Union, Switzerland, the United Kingdom, Canada, and only for institutional accredited investors in the United States.
This announcement has been prepared for publication in Australia and may not be released to US wire services or distributed in the United States. This announcement does not constitute an offer to sell, or a solicitation of an offer to buy, securities in the United States or any other jurisdiction. Any securities described in this announcement have not been, and will not be, registered under the US Securities Act of 1933 and may not be offered or sold in the United States except in transactions exempt from, or not subject to, the registration of the US Securities Act and applicable US state securities laws

Forward-Looking Statements

Some of the statements appearing in this announcement may be forward-looking in nature. 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

[1] S&P Global Metals & Mining.
[2] Wood Mackenzie, iLi Markets

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 Limited'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, neither 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 reflect views held only as at the date of this announcement.

Mineral Resource Statement for Hombre Muerto West and Candelas (January 2025)

Resource Category	Brine Vol (Mm^3)	In Situ Li (Kt)	Avg Li (mg/L)	LCE (Kt)	In Situ K (Kt)	Avg K (mg/L)	KCl Equiv. (Kt)
Hombre Muerto West:							
Measured	1,028	890	866	4,738	7,714	7,505	14,711
Indicated	347	310	894	1,649	2,717	7,837	5,181
Inferred	300	278	926	1,480	2,464	8,210	4,700
HMW Total	1,675	1,478	883	7,867	12,895	7,700	24,591
Candelas:							
Indicated	350	242	689	1,284	2,406	6,870	4,588
Inferred	100	65	661	350	649	6,520	1,238
Subtotal	450	307	683	1,634	3,055	6,792	5,826
Galan's Total Resource Inventory							
Total	**2,125**	**1,785**	**841**	**9,501**	**15,950**	**7,508**	**30,417**

Notes:

1. A cut-off grade of 500 mg/L updated Mineral Resource Estimate for Candelas.
2. The Mineral Resource Estimate for Hombre Muerto West is unchanged from 27 March 2024. 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 changed.
3. There may be minor discrepancies in the above table due to rounding.
4. The conversion for LCE = Li x 5.3228, KCl = K x 1.907.

For detailed technical information please refer to GLN ASX announcements dated 1 October 2019, 27 March 2024, 4 April 2024 and 29 January 2025.

The Company confirms that it is not aware of any new information or data that materially affects the information included in the original market announcement and, in the case of estimates of Mineral Resources, that all material assumptions and technical parameters underpinning the estimates in the original market announcement continue to apply and have not materially changed.

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 percentage of lithium oxide (Li_2O) content or percentage of lithium carbonate (Li_2CO_3) content. Lithium carbonate equivalent (LCE) is the industry standard terminology and is equivalent to Li_2CO_3. Use of LCE provides 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 below to get an equivalent Li_2CO_3 value in per cent. Use of LCE assumes 100% recovery and no process losses in the extraction of Li_2CO_3.

Conversion Factors for Lithium Compounds and Minerals

Convert from		**Convert to Li**	**Convert to Li_2O**	**Convert to Li_2CO_3**
Lithium	Li	1.000	2.153	5.323
Lithium Oxide	Li_2O	0.464	1.000	2.473
Lithium Carbonate	Li_2CO_3	0.188	0.404	1.000
Lithium Chloride	LiCl	0.871		

Potassium is converted to potassium chloride (KCl) with a conversion factor of 1.907.

Competent Persons Statements

The information contained herein that relates to the latest Mineral Resource estimation approach at Hombre Muerto West was compiled by Mr. Carlos Eduardo Descourvieres. Mr. Descourvieres is an employee of WSP Chile and a Member of the Australian Institute of Mining and Metallurgy. He has sufficient experience relevant to the assessment 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)'. Mr. Descourvieres consents to the inclusion in this report of the matters based on his information in the form and context in which it appears.

The information contained herein that relates to the latest Mineral Resource estimation approach at Candelas was compiled by Dr Michael Cunningham, GradDip, (Geostatistics) BSc honours (Geoscience), PhD, MAusIMM. Dr Cunningham is a Principal Consultant and full-time employee 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 2012 Edition of the "Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves". 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 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 in this report of the matters based on his information in the form and context in which it appears.