

## OFFTAKE COMPLETED US\$4.5 MILLION PREPAYMENT RECEIVED

### Highlights

- **Second definitive offtake agreement signed between General Mining, Mitsubishi Corporation and Offtake Customer**
- **Agreement to supply 15,000 tonnes of lithium concentrate for calendar year 2016 and 60,000 tonnes for 2017**
- **US\$4.5 million pre-payment received by General Mining on behalf of joint venture with Galaxy**
- **General Mining and Galaxy to sell additional 15,000 tonnes of planned 2016 production into spot market**
- **Initial 15,000 tonne spodumene concentrate shipment on schedule for September 2016**
- **Lithium carbonate pricing in China continues to be robust**
- **General Mining pays first joint venture instalment of A\$1.5 million to Galaxy due 30 June 2016**

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### Corporate

General Mining Corporation Limited (ASX:GMM) ("General Mining") ("the Company") along with its Mt Cattlin project partner Galaxy Resources Limited (ASX:GXY) (GMM and GXY, together the "JV Partners") are pleased to announce that a second binding definitive agreement has been signed between another Chinese Offtake Customer, Mitsubishi Corporation and GMM. The final offtake agreement terms were as outlined in the binding Term Sheet announced 8 March 2016. The JV Partners have now banked a total of US\$13.5 million in prepayments from these two customers and, in light of the continued robustness in lithium carbonate pricing since the original offtakes were negotiated, have also decided to retain 15,000 tonnes of 2016s forecast production for a potential spot or auction sale process later this year.

The Company has also now paid its first A\$1.5 million quarterly instalment of the A\$6 million per annum progress payment due on the Mt Cattlin Project, in accordance with the Acquisition and Development Agreement entered into with Galaxy Resources.

General Mining Corporation  
ABN: 95 125 721 075

ASX Code: GMM

Issued Capital:  
318,397,526 shares  
15,000,000 unlisted options

Share Price:  
\$0.795 per share

Market Capitalisation:  
AUD\$253.1M

Board of Directors  
Mr Michael Fotios  
*Executive Chairman*

Mr Alan Still  
*Non-executive Director*

Mr Michael Kitney  
*Non-executive Director*

Company Secretary  
Ms Karen Brown

[www.generalmining.com](http://www.generalmining.com)

Address:  
89 Burswood Road  
Burswood WA 6100

Telephone:  
08 9227 1186

Facsimile:  
08 9227 8178

## Offtake Agreement Details

On 8 March 2016, Galaxy and GMM announced the signing of term sheets with Offtake Customers in China for the sale of 60,000t of lithium concentrate at US\$600/mt for 2016, and a volume commitment of 120,000t in 2017 with final pricing for 2017 to be confirmed in Q4 of 2016. The JV has now entered into definitive contracts for 45,000 tonnes for 2016, received 50% of the contract value as prepayments equal to US\$13.5 million, and contracted a total of 120,000t of 2017 production, subject only to final pricing during Q4 2016.

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### Further inquiries:

Michael Jardine  
Business Development Manager  
Tel: +61 8 6241 1832 or  
+61 424 615 047  
michael.jardine@deltaman.com.au

Jon Snowball  
FTI Consulting  
Tel: +61 2 8298 6100 or  
+61 477 946 068  
jon.snowball@fticonsulting.com

### Forward-looking statements

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