



ASX ANNOUNCEMENT

14 June 2019

ASX: G1A

GALENA APPOINTS CRAIG BARNES AS CFO

GALENA MINING LTD. ("Galena" or the "Company") (**ASX: G1A**) is pleased to announce the appointment of Craig Barnes as its Chief Financial Officer.

Mr Barnes (BCom, BAcc (Hons), CA) is a chartered accountant with more than 20 years of experience in senior finance and financial management within the mining industry and previously the financial services industry. Before joining Galena, he held the position of Chief Financial Officer of Paladin Energy Limited since July 2014. Prior to that, Mr Barnes was the Chief Financial Officer of DRDGOLD Limited and its affiliated subsidiaries for more than 7-years. Mr Barnes has considerable relevant experience in bank debt project financing, treasury, mergers and acquisitions and implementation of accounting controls and systems. He also has relevant experience in participating in the management of producing mining assets held and developed through joint-ventures.

Managing Director, Alex Molyneux commented, "***Craig will be a great asset to Galena during the phase of finalising project financing debt facilities and then into the construction and production phases for our Abra Base Metals Project, where experienced financial stewardship will be an important element to maximising shareholder returns.***"

In addition to the recruitment of Mr Barnes by Galena, the Company's Abra Base Metals Project joint-venture subsidiary Abra Mining Pty Limited ("**AMPL**") has also recently made additional key appointments for project development works. John Blower, a qualified Engineer and previous Project Manager – Mine Infrastructure at Roy Hill Mine, has joined as Project Manager. Jude Turton, a qualified Lawyer and previous Commercial Manager at Covalent Lithium, Independence Group and Sirius, has joined as Commercial Manager.

Galena and AMPL welcome Craig, John and Jude.

Galena Mining Ltd.,

A handwritten signature in blue ink, appearing to read 'Alex Molyneux', is positioned above a horizontal line.

Alex Molyneux
Managing Director

Forward-looking statements

The contents of this announcement reflect various technical and economic conditions at the time of writing. Given the nature of the resources industry, these conditions can change significantly over relatively short periods of time. Consequently, actual results may vary from those in this announcement.

Some statements in this announcement regarding estimates or future events are forward-looking statements. They include indications of, and guidance on, future earnings, cash flow, costs and financial performance. Forward-looking statements include, but are not limited to, statements preceded by words such as “planned”, “expected”, “projected”, “estimated”, “may”, “Scheduled”, “intends”, “anticipates”, “believes”, “potential”, “predict”, “foresee”, “proposed”, “aim”, “target”, “opportunity”, “could”, “nominal”, “conceptual” and similar expressions.

Forward-looking statements, opinions and estimates included in this announcement are based on assumptions and contingencies which are subject to change without notice, as are statements about market and industry trends, which are based on interpretations of current market conditions. Forward-looking statements are provided as a general guide only and should not be relied on as guarantee of future performance. Forward-looking statement may be affected by a range of variables that could cause actual results to differ from estimated results and may cause the Company’s actual performance and financial results in future periods to materially differ from any projections of future performance or results expressed or implied by such forward-looking statements. So there can be no assurance that actual outcomes will not materially differ from these forward-looking statements.

About Abra Base Metals Project

91.11% owned by Galena, the Abra Base Metals Project (“**Abra**” or the “**Project**”) is a globally significant lead-silver project located in the Gascoyne region of Western Australia (between the towns of Newman and Meekatharra, approximately 110 kilometres from Sandfire’s DeGrussa Project).

Galena recently completed an outstanding pre-feasibility study (“**PFS**”) (see Galena ASX announcement of 25 September 2018) for development of a mine and processing facility with a 14-year life producing a high-value, high-grade lead-silver concentrate containing approximately 91kt of lead and 760koz of silver per year after ramp-up. Based on a pre-development capital expenditure estimate of A\$154 million, the PFS modelled a pre-tax net present value for Abra (at an 8% discount rate) of A\$528 million and an internal rate of return of 50%.¹

Note: 1. Information relating to the production target and financial information derived from the production target is extracted from the ASX announcement of 25 September 2018. Galena confirms that that all material assumptions underpinning the production target, or forecast financial information derived from a production target, in that announcement continue to apply and have not materially changed.

Abra JORC Mineral Resource estimate^{1, 2}

Resource classification	Tonnes (Mt)	Lead grade (%)	Silver grade (g/t)
Measured	-	-	-
Indicated	15.0	8.7	22
Inferred	22.4	6.7	15
Total	37.4	7.5	18

Notes: 1. See Galena ASX announcement of 18 December 2018. Galena confirms that it not aware of any new information or data that materially affects the information included in Galena's ASX announcement of 18 December 2018 and confirms that all material assumptions and technical parameters underpinning the resource estimates continue to apply and have not materially changed. 2. Calculated using ordinary kriging method and a 5.0% lead cut-off grade. Tonnages are rounded to the nearest 100,000t, lead grades to one decimal place and silver to the nearest gram. Rounding errors may occur when using the above figures.

Abra JORC Ore Reserve statement^{1, 2}

Reserve classification	Tonnes (Mt)	Lead grade (%)	Silver grade (g/t)
Proved	-	-	-
Probable	10.3	8.8	24
Total	10.3	8.8	24

Notes: 1. See Galena ASX announcement of 18 December 2018. Galena confirms that it not aware of any new information or data that materially affects the information included in Galena's ASX announcement of 18 December 2018 and confirms that all material assumptions and technical parameters underpinning the ore reserve estimates continue to apply and have not materially changed. 2. Tonnages are rounded to the nearest 100,000t, lead grades to one decimal place and silver to the nearest gram. Rounding errors may occur when using the above figures.

Abra location

