

ASX Announcement

ASX Code: PSC

21 August 2014

### **Completion of Share Placement at 1.5c per Share to Raise US\$1,000,000**

Prospect Resources Limited (“Prospect” or “the Company”) is pleased to announce that it has raised US\$1,000,000 (A\$1,078,748) via the issue of approx. 71.9m shares at 1.5c each.

The share placement is to Armoured Fox Capital (Pty) Ltd, an investment vehicle represented by Sithembiso Mthethwa and Manana Nhlanhla who are successful South African business people.

The directors are pleased to secure Armoured Fox Capital (Pty) Ltd as a major shareholder. It is a South African based company with a regional outlook and as such they understand the growing opportunities in Zimbabwe.

### **Litigation Update**

On 29 November 2013 the Company announced that it had commenced proceedings against a Singapore-based consortium in relation to the subscription for \$3.9 million of shares. On 15 August 2014 the Court dismissed Prospect’s application and ordered that it pay the defendants’ costs. Prospect considers that its downside costs exposure is less than \$100,000. Prospect is considering the judgment and its options, including a possible appeal.

### **Future Growth**

The Company has an active 2014 exploration and development programme.

Whilst we are disappointed to lose the litigation proceedings, we intend to put this set back behind us and focus on the positive development of our assets and growth in the value of the Company.

### **Contact Details**

For further information, please contact:

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