

Groundbreaking ceremony for Arcadia Lithium Project officially opened by His Excellency, The President, Mr E.D. Mnangagwa and Vice-President Constantino Chiwenga

Highlights

- **Groundbreaking ceremony at Arcadia mine site marks important milestone**
- **His Excellency, the President of Zimbabwe, Mr E.D. Mnangagwa unveiled official opening plaque**
- **Ceremony attended by Zimbabwe ministers, Australian and Chinese Ambassadors, shareholder and offtake partner Sinomine, Prospect Resources board & staff, media and members of the community**
- **Zimbabwe government reaffirms commitment to implement comprehensive reforms to enhance Zimbabwe's competitiveness and to attract foreign investors**

ASX listed African lithium developer Prospect Resources Ltd (ASX: PSC, Prospect, the Company), is pleased to advise that the groundbreaking ceremony for the Arcadia Lithium Project was held on 28 November 2018 at the Arcadia site and was attended by a range of dignitaries, project stakeholders and Prospects full board and staff.

In his opening address, the President, Mr E.D. Mnangagwa said “the opening of this new mine is in line with my Government’s request to leapfrog the industrialisation and modernisation of the country. I commend Prospect Resources Limited for this milestone achievement which will go a long way towards the development of our country.”

His Excellency referred to Zimbabwe’s abundant and diversified natural resources industry. He said that he is indeed excited by the coming in of companies such as Prospect, which will soon see lithium as one of the key mining sub-sectors for the turnaround of Zimbabwe’s economy.



President Mnangagwa, Hugh Warner (Prospect Executive Chairman)
& Minister Chitando (Minister for Mines and Mine Development)

The President said “this project, for which we are gathered, is a product of hard work and timeous decision making by both Prospect Resources and the Zimbabwe Ministry of Mines and Mine Development.

Prospect’s Executive Chairman, Hugh Warner, confirmed the Company’s ambition to grow the lithium minerals footprint in Zimbabwe. He said that it was an honour to have His Excellency, The President, Mr. E.D. Mnangagwa, Vice-President Constantino Chiwenga and dignitaries attend as a sign of solidarity for the success of the Arcadia Lithium Project. “Your presence today signifies the Zimbabwe Government’s commitment to attracting foreign investment in Zimbabwe and indeed to Prospect Resources.”

Mr Warner said the next key milestone for the project is to secure finance from international investors and lenders. “As Prospect reaches out to the international investment community to finance Arcadia, we are also working closely with the Government of Zimbabwe to provide confidence of fiscal stability to Prospect, our investors and indeed to the people of Zimbabwe.”



Prospect Chairman Hugh Warner and President Mnangagwa



Prospect Resources Board, staff and distinguished guests

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About Prospect Resources Limited (ASX: PSC)

Prospect Resources Limited (ASX:PSC) is an ASX listed, Africa-focused, Lithium and Battery Minerals company based in Perth with operations in Zimbabwe, and exploration activities in Zimbabwe and the DRC. Prospect's flagship project is the Arcadia Lithium Project located on the outskirts of Harare in Zimbabwe. The Arcadia Lithium Project represents a globally significant hard rock lithium resource and is being rapidly developed by Prospect's experienced team, focusing on near term production of petalite and spodumene concentrates.