



WAIVER FROM ASX LISTING RULE 14.7

Prospect Resources Limited (“**Prospect**” or “the **Company**”) advises that it has obtained a waiver from ASX Listing Rule 14.7 to permit the Company to issue 9,479,680 fully paid ordinary shares (post 10 for 1 share consolidation)(“Consideration Shares”) to Farvic Consolidated Mines Pvt Limited (“Farvic”) later than one month after 11 June 2019, being the date shareholders approved the issue of the Consolidated Shares to Farvic at an Extraordinary General Meeting of Shareholders (“General Meeting”).

Prospect sought the waiver as it is unable to issue the Consideration Shares to Farvic within 1 month of the General Meeting due to delays in receiving regulatory approval for the underlying transaction to which the Consideration Shares relate.

The waiver has been granted by the ASX subject to the following conditions:

- The Consideration Shares are issued no later than 10 October 2019.
- The terms of this waiver are released to the market immediately.

The ASX has considered Listing Rule 14.7 only and makes no statement as to the Company’s compliance with other listing rules.

ENDS

For further information, please contact:

Nicholas Rathjen
 General Manager, Corporate Affairs
nrathjen@prospectresources.com.au



Africa’s leading battery mineral company



Well positioned Lithium Resource in regard to both Scale and Grade



Strong Project Economics demonstrated in DFS



Path forward to Financing, Development and Production



Offtake Agreement in place and positioned to capitalise on Market Demand



About Prospect Resources Limited (ASX: PSC)

Prospect Resources Limited (ASX:PSC) is an ASX listed lithium company based in Perth with operations in Zimbabwe. 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.

About Lithium

Lithium is a soft silvery-white metal which is highly reactive and does not occur in nature in its elemental form. In nature it occurs as compounds within hard rock deposits (such as Arcadia) and salt brines. Lithium and its chemical compounds have a wide range of industrial applications resulting in numerous chemical and technical uses. Lithium has the highest electrochemical potential of all metals, a key property in its role in lithium-ion batteries.

Caution Regarding Forward-Looking Information

This announcement may contain some references to forecasts, estimates, assumptions and other forward-looking statements. Although the Company believes that its expectations, estimates and forecast outcomes are based on reasonable assumptions, it can give no assurance that they will be achieved. They may be affected by a variety of variables and changes in underlying assumptions that are subject to risk factors associated with the nature of the business, which could cause actual results to differ materially from those expressed herein. All references to dollars (\$) and cents in this announcement are in United States currency, unless otherwise stated.

Investors should make and rely upon their own enquiries before deciding to acquire or deal in the Company's securities.