



Confirmation of Dispatch of Prospectus to Eligible Shareholders

African lithium developer, Prospect Resources Ltd (ASX: PSC, FRA:5E8) ("**Prospect**" or "**the Company**") refers to the partially underwritten non-renounceable rights issue offer announced on 3 April 2020 ("**Offer**"). The Company wishes to confirm that the Prospectus and personalised Entitlement and Acceptance Form for the Offer were dispatched to eligible shareholders today.

Eligible shareholders are advised that the offer under the Prospectus is now open for subscription and the proposed closing date is Monday 4 May 2020.

The remaining indicative key dates of the Offer (as set out in page 2 of the Prospectus) are as follows:

Opening Date	17 April 2020
Last day to extend the Closing Date of the Offer	29 April 2020
Closing Date	4 May 2020
Shares quoted on a deferred settlement basis	5 May 2020
Announcement of results of the Offer	7 May 2020
Issue date/Securities entered into Shareholders' security holdings/ Lodgement of Appendix 2A with ASX	11 May 2020
Last Date to allot shortfall	3 months after Closing Date

Should shareholders have any enquiries relating to the rights issue please contact our General Manager of Corporate Affairs, Nicholas Rathjen, at nrathjen@prospectresources.com.au or Hugh Warner, Chairman, on 0413 621 652.

This release was authorised by Mr Hugh Warner, Executive Chairman of Prospect Resources Ltd.

ENDS



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



For further information, please contact:

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

About Prospect Resources Limited (ASX:PSC, FRA:5E8)

Prospect Resources Limited (ASX:PSC, FRA:5E8) 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.