



PROSPECT ACCEPTED INTO EUROPEAN RAW MATERIAL ALLIANCE (ERMA)

- Prospect Resources accepted as a member of the ERMA
- ERMA's primary objective is to improve the EU's resilience to access critical materials;
- Strategic initiative backed by the European Investment Bank (EIB); and
- Facilitates collaborative relationships for innovative solutions and supply chain integration

African lithium developer, Prospect Resources Ltd (ASX: PSC, FRA:5E8) ("**Prospect**" or "**the Company**") is pleased to announce that it has been accepted into the European Raw Material Alliance ("ERMA") as a primary raw material partner.

ERMA aims to make Europe economically more resilient by diversifying its supply chains, creating jobs, attracting investments to the raw materials value chain, fostering innovation, training young talent and contributing to the best enabling framework for raw materials worldwide.

Prospect plans to accelerate its engagement with European stakeholders and to participate in ERMA's development strategy for critical materials. The offtake agreement with Sibelco N.V ("**Sibelco**") is a practical step to improving Europe's critical material resilience.

Prospect's Managing Director Sam Hosack said: "*Prospect is continuing to build its position in Europe with investors, customers and supply chains. Europe's growing demand for both battery and glass & ceramics markets, places Prospect in a prime position to engage with European stakeholders.*"

Demand for critical raw materials is going to rise steadily, especially given the green energy transition is accelerating with lithium at the front and centre. The lithium market is showing the signs of a resurgence driven by increases in demand, presenting an opportunity for Prospect to commence production in robust market conditions"

About the European Raw Materials Alliance (ERMA)

The new alliance has been established in recognition of the critical importance of raw materials to the EU's security, sustainability and industrial leadership. If Europe is to deliver a Green Deal, a digital transition and remain a leader in future technologies, it faces a significant increase in demand for critical raw materials. The European Raw Materials Alliance will identify barriers, opportunities and investment cases to build capacity at all stages of the raw materials value chain, from mining to waste recovery. The alliance will focus on increasing EU resilience in the rare earths and expanding to address other critical and strategic raw material needs, such as lithium, recently added to the EU's critical material list with other materials for Energy Storage and Conversion.



This release was authorised by Mr Sam Hosack, Managing Director of Prospect Resources Ltd.

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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 high purity petalite and spodumene concentrates. Arcadia is one of the most advanced lithium projects globally, with a Definitive Feasibility Study, Offtake Partners secured and a clear pathway to production.

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.