

Rights Issue Closes Over-Subscribed

Prospect Resources Limited (ASX: PSC) (Prospect, the Company) is pleased to announce that the Company's pro-rata non-renounceable rights issue has closed over-subscribed.

Details are as follows:

Description	Shares	A\$
Rights Entitlements Acceptances	54,375,043	\$271,875
Over - Subscriptions	63,320,620	\$316,603
Total Share Subscriptions	117,695,663	\$588,478
Total Shares Offered under Offer	103,157,765	\$515,789
Share Placement of over-subscription (s.708 places)	14,537,898	\$72,689
Total Shares Issued	117,695,663	\$588,478
Total Shares on Issue Post Rights Offer & Placement	1,046,115,545	

Under the terms of the rights offer, shareholders were entitled to subscribe for 1 new share for every 9 shares held to raise approximately \$515,789. Eligible shareholders were also invited to apply for additional shares available in the shortfall offer. The Company is pleased to see that shareholders made applications for more shortfall shares than were available – with no recourse to the underwriting facilities. As a consequence, the Board has resolved to meet shareholder demand and issue all the shortfall to shareholders who applied and has also resolved to issue the oversubscriptions, totalling approximately \$72,689 (being 14,537,898 Shares) as a placement under the Company's Listing Rule 7.1 capacity. No related parties will participate in the oversubscriptions. The overall effect will be that no shareholders will have their applications for oversubscriptions scaled back and the Company will not need to utilise the underwriting facilities. The additional \$72,689 raised will be allocated to the Company's working capital, to be utilised in accordance with the Company's existing corporate focus.

It should be noted that receipt of funds from three of the Company's South African shareholders, totalling A\$68,189, is pending South African Reserve Bank approval for the remittance of those funds.

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