



ASX ANNOUNCEMENT

17 March 2025

Mumbezhi Mining Licences Granted

Prospect Resources Ltd (ASX:PSC) (**Prospect**) is pleased to confirm the granting of two Large-Scale Mining Licences (**LML**) covering the entire land holding at its flagship Mumbezhi Copper Project (**Mumbezhi**) in north-west Zambia.

The grant of the LMLs marks a significant transition for Mumbezhi and Prospect. It delivers an initial tenure security of 25 years, which is renewable for successive 25-year periods, significantly de-risking the project. This provides a strong legal and permitting framework for further project advancement, early development works, targeted financing and/or strategic partnership initiatives, and long-term operational planning, which differs to Australia, where a mining licence tends to be the last approval before development and financing commences.

The granting of these LMLs places Mumbezhi in a prime position to contribute meaningfully to Zambia's target of producing 3 million tonnes of copper annually by 2031. With a substantial maiden Mineral Resource estimate of 107 million tonnes grading 0.5% Cu for 515,000 tonnes of Cu for Mumbezhi (over the Nyungu Central and Kabikupa deposits)¹ declared and significant additional regional resource expansion potential, Prospect is well-placed to support Zambia's vision of becoming a leading global copper producer.

The LMLs provide for full-scale commercial mining, processing and export of minerals and in addition, the term of the LMLs provides the runway required to fully explore the large ground position, and pending success, upscale the project to improve on initial planned Scoping Studies.

They also qualify Prospect for aligned treatment with Zambia's mining tax regime, which includes capital allowances, royalty structures, and VAT benefits. Finally, grant of the LMLs provides the opportunity for Prospect to negotiate investment incentives under the Zambia Development Agency (**ZDA**) framework.

Prospect's ongoing resource growth efforts continue to reveal outstanding upside across the Nyungu 'Corridor' (at Nyungu North, where three key IP targets have been identified), at Nyungu South, West Mwombezhi and separately at Kabikupa. With additional drilling planned for Q2 2025, the Company is confident in further expanding the mineralised footprint, to increase the copper resource base and advance towards a large-scale mining operation.

The rapid grant of these LMLs reflects the strong support of the Zambian Government and regulatory bodies for responsible mining development. Prospect is committed to working closely with stakeholders, including local communities, to deliver long-term economic benefits while upholding best-in-class environmental and social governance (ESG) standards at Mumbezhi.

Prospect's Managing Director and CEO, Sam Hosack, commented:

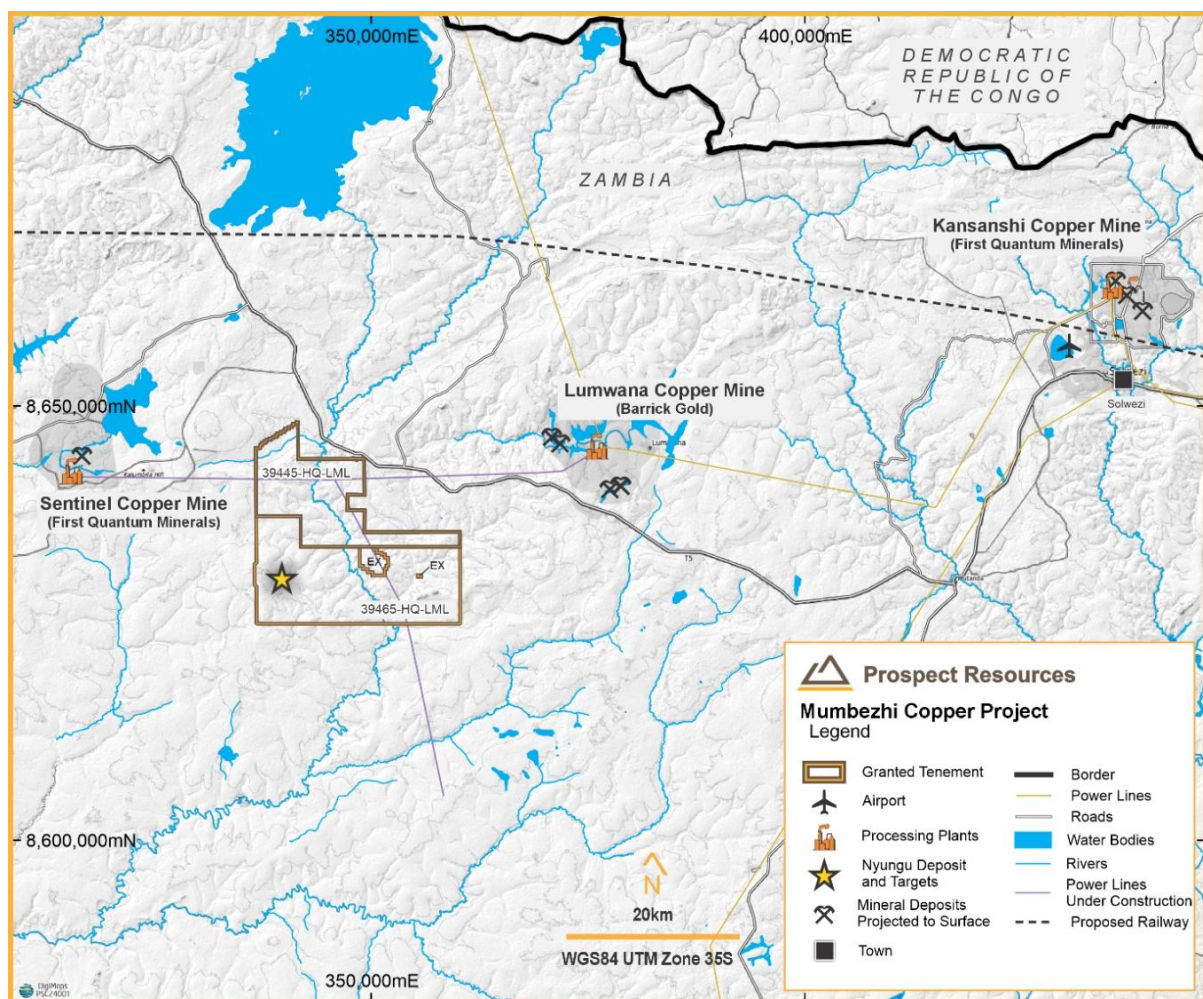
"The rapid grant of the LMLs over Mumbezhi is a testament to both the underlying opportunity presented by this asset as well as the professional and stakeholder-aware approach adopted by our team in Zambia. Like our recent tabling of a maiden Mineral Resource estimate and development of a substantial Exploration Target for the Project, the grant of these licenses

¹ Prospect ASX Announcement 11 March 2025

represents another major milestone in our journey at Mumbezhi, delivering the inherent credibility attached to this more advanced and secure form of tenure.

“This milestone also aligns with Zambia’s long-term vision to cement its position as a leading global copper producer, reinforcing the nation’s ambition to grow copper output to three million tonnes annually. With the LMLs in place, Mumbezhi transitions into a fully permitted asset, opening the path for further resource expansion, future mine development, production planning, and strategic financing discussions. This grant provides the long-term security and regulatory framework needed to unlock the full economic potential of the Project and contribute to Zambia’s broader resource-led industrialisation agenda.

“We are also excited about recommencing drilling at Mumbezhi shortly, with a particular focus on the regional opportunities across this large prospective ground holding. Priority targets for the upcoming programmes include the Nyungu ‘Corridor’, which remains broadly untested to date. Located within a world-class geological address, as established by the scale and projected life of the surrounding major copper operations, delivers us a compelling magnitude of opportunity at Mumbezhi.”



Mumbezhi Copper Project – Tenement Location Map showing newly granted LMLs

This release was authorised by Sam Hosack, CEO and Managing Director.

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Competent Person's Statement

The information in this announcement that relates to Exploration Results, is based on information compiled by Mr Roger Tyler, a Competent Person who is a member of The Australasian Institute of Mining and Metallurgy and The South African Institute of Mining and Metallurgy. Mr Tyler is the Company's Chief Geologist. Mr Tyler has sufficient experience relevant to the style of mineralisation and type of deposit under consideration and to the activity he is undertaking to qualify as a Competent Person (CP) as defined in the 2012 Edition of the "Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves". Mr Tyler consents to the inclusion in the report of the matters based on his information in the form and context in which it appears.

Prospect confirms it is not aware of any new information or data which materially affects the information included in the original market announcements. Prospect confirms the form and context in which the Competent Person's findings are presented have not been materially modified from the original market announcements.

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 Australian currency, unless otherwise stated. Investors should make and rely upon their own enquiries before deciding to acquire or deal in the Company's securities.

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

Prospect Resources Limited (ASX: PSC, FRA:5E8) is an ASX listed company focused on the exploration and development of electrification and battery metals mining projects in the broader sub-Saharan African region.

About the Mumbeszi Copper Project

The Mumbeszi Copper Project (85% Prospect) (**Mumbeszi**) is situated in the world-class Central African Copperbelt region of north-western Zambia. Located on two Large Scale Mining Licences (39445-HQ-LML, 39465-HQ-LML), the project covers approximately 356 km² of highly prospective tenure and lies in close proximity to several major mines which are hosted in similar geological settings. The Company recently released a maiden JORC-reportable Mineral Resource of **107 million tonnes** grading **0.5% Cu**, for the Nyungu Central and Kabikupa deposits.

Prospect's Phase 1 drilling was completed at Mumbezhi in H2 2024, and was primarily aimed at extending the mineralised footprint for the key Nyungu Central deposit, along strike, down dip to the west and down plunge of the historically defined, sedimentary-hosted copper mineralisation.

The programme returned highly encouraging results, validating the growth potential of the significant endowment of copper mineralisation at Nyungu Central and delivering further confidence in a potential future development at Mumbezhi, underwriting a large-scale, open pit mining operation in a mining-friendly jurisdiction.



About Copper

Copper is a red-orange coloured metallic element in its pure form. It is highly conductive to heat and electricity, and is physically soft and malleable. Copper has been used for various purposes dating back at least 10,000 years. Today, it is mostly used by the electrical industry to make wires, cables, and other electronic components and is the key component. The metal is widely seen as a green-energy transition material, in part because of the wiring needed for electric cars. EVs can use up to 80kg of copper, four times the amount typically used in combustion engine vehicles.