



17 July 2012

Ms Tonia Oliveira
ASX Compliance Pty Ltd
Level 8, Exchange Plaza
2 The Esplanade
Perth WA 6000

By Email: tonia.oliveira@asx.com.au

Dear Madam,

Re: Disclosure for Prospect Resources Limited (PSC)

We refer to our conversation and are pleased to provide the following:

1. Activities Report.
2. We confirm that there are no legal or regulatory or contractual impediments to the Company undertaking the activities the subject of the commitments as outlined in the Activities report attached.
3. The full terms and conditions of the Options on issue.
4. The status of PSC's subsidiaries is that the company has been advised that PT. Ethan Mining Celebes has been deregistered and Allegra Mining Zambia Ltd has been transferred to the Creditors Trust established under the recent Deed of Company Arrangement.
5. Corporate Governance Statement.

In order to fully inform the market we advise that:

- The pending license applications of the company are not included in the company's pro-form use of funds;
- If any of the company's mining access agreements are terminated, the directors of the Company will consider their position regarding the Company's right of first refusal in relation to those mining access agreements at the appropriate time;

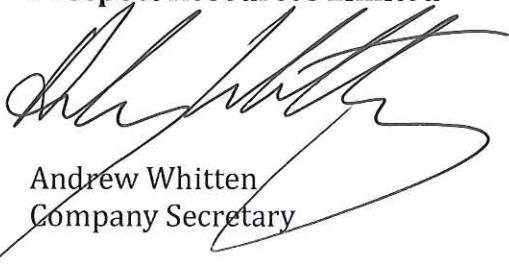


- In relation to the transfer of the mining titles, the Company has engaged a new tenement manager, who is currently assisting the Company to transfer the title of the Company's tenements.

In addition, the company confirms that is in compliance with the Listing Rules of ASX, in particular Listing Rule 3.1.

Yours Faithfully

Prospect Resources Limited



Andrew Whitten
Company Secretary