MICHAEL L. WILLIAMS, *CHAIRMAN*
VICTOR G. CARRILLO, *COMMISSIONER*
ELIZABETH A. JONES, *COMMISSIONER*

MELVIN B. HODGKISS, P.E, *DIRECTOR*

RAILROAD COMMISSION OF TEXAS

SURFACE MINING AND RECLAMATION DIVISION

April 21, 2008

Mr. Josh Leftwich
Environmental Manager
Uranium Energy Corporation (UEC)
400 Mann Street, Suite 900
Corpus Christi, Texas 78401

RE: Weesatche Project, Goliad County
Uranium Exploration Permit No. 123A
Inspection Report

Dear Mr. Leftwich:

Enclosed is a copy of the report for the inspection completed on April 15-16, 2008, at UEC's Weesatche Project, Goliad County.

If you have any questions, please contact me at (512) 305-8813.

Sincerely,

Mark Schlimgen, Manager
Inspection and Enforcement

MS/sdj
Enclosure

RAILROAD COMMISSION OF TEXAS
SURFACE MINING AND RECLAMATION DIVISION
URANIUM EXPLORATION INSPECTION REPORT

Project Name: Weesatche Permit Number: 123A

Permittee: UEC County: Goliad

Industry Representative(s) Present: John Pollock

Inspector: Steve Meadows Date of Inspection: April 15-16, 2008

I. Field Conditions and Data Collection

Samples Collected: No ☒ Yes ☐ Sample Type: Water ☐ Soil ☐ Vegetation ☐

Average Temperature 75 Soil Condition Dry Date Last Rainfall N/A Wind Direction/ Velocity (Est.) SE at 15

Photographs Attached: No ☐ Yes ☒ (Complete Section IV)

II. Enforcement Action Taken

Notice of Violation Issued: No ☒ Yes ☐ NOV No. _____

Cessation Order Issued: No ☒ Yes ☐ CO No. _____

✓ Steve Meadows 04/18/2008 Mark Lehinger 4-18-08

Inspector Signature Date Reviewing Supervisor Signature Date

The Railroad Commission of Texas complies with Federal and State laws applicable to race, religion, national origin, sex, and disability. Information is available upon request by calling (512) 463-7288 or 1-800-735-2989 if special assistance is required.

Project Name: Weesatche
Permit Number: 123A
Inspection Date: April 15-16, 2008

III. Comments – Inspection Narrative

- *Document the area of the permit inspected*
- *Discuss observations made during the inspection*
- *Document the results of any field tests taken*
- *Provide a summary of any discussions with industry representatives, along with results, and expectations from those discussions*
- *Describe any enforcement action taken during the inspection, along with facts or evidence supporting the enforcement action*

A total of 62 exploration boreholes located in three separate areas of UEC's Permit No. 123A were inspected. Borehole and surface plugging and site restoration operations were completed for all boreholes inspected. In addition, UEC's current activity and practices were also observed at several active drill sites and boreholes in various stages of restoration. . The coordinates and borehole I.D. for the 26 holes inspected on the Karnei lease (#32199) are documented on page 3. Examples of typical surface restoration for boreholes in this area are seen in Photos 1-3.

The portion of the Halapeska lease (#32206) inspected visible from Bluntzer Road, seen in photo 4 has been photographed previously included in the February 2008 inspection report. There are a dozen or so borehole locations barely visible in the background of photo 4. After borehole plugging and settling, UEC tops the plug with cement to three-feet below the surface, places a section of PVC pipe to facilitate the RCT's with verification of the plug and backfills the surface with soil as seen in photo 5. A comparison between recently restored drill sites and older restoration on the Halapeska property can be seen in photo's 6 and 7. The site restoration was still in progress on several locations like the borehole seen in Photo 8 that has been plugged, note metal probe, and only requires a final survey, top off, and placement of the marker to be completed. The coordinates and borehole identification for the 24 sites inspected and upon which all work was completed are given on page 4.

Activity also continues on the Schrade lease (#32002) where several rigs have been working. Plugging and site restoration was inspected and verified complete at the 12 locations reported on Page 5. Photo 9 documents the typical site restoration of the boreholes located in this area. Site restoration was observed in progress at the several borehole locations also examined; as well as the drilling operations at active rigs such as seen in Photo 10.

The 62 exploration boreholes individually inspected were found to be in compliance with the requirements of the permit and the regulations.

Project Name: Weesatche
Permit Number: 123A
Inspection Date: April 15-16,2008

III. Comments – Cont.

Exploration boreholes inspected on Karnei lease 32199 on UEC Permit No. 123A

Borehole ID	East (x)	North (y)
32199-1	2,501,844.75	13,492,185.05
32199-2	2,501,836.92	13,491,701.55
32199-3	2,501,841.75	13,491,358.96
32199-4	2,501,845.14	13,490,955.16
32199-5	2,501,858.68	13,490,599.19
32199-10	2,502,250.57	13,490,558.28
32199-15	2,502,646.53	13,490,562.97
32199-21	2,503,050.97	13,490,562.37
32199-27	2,503,447.16	13,490,557.61
32199-34	2,503,841.23	13,490,556.14
32199-33	2,503,846.38	13,490,957.38
32199-26	2,503,442.23	13,490,959.30
32199-20	2,503,043.70	13,490,961.74
32199-14	2,502,645.51	13,490,957.56
32199-9	2,502,245.75	13,490,959.41
32199-8	2,502,237.08	13,491,331.27
32199-13	2,502,642.13	13,491,360.95
32199-19	2,503,042.45	13,491,356.86
32199-25	2,503,441.51	13,491,358.96
32199-31	2,503,860.28	13,491,725.10
32199-24	2,503,446.78	13,491,757.51
32199-18	2,503,041.12	13,491,743.50
32199-12	2,502,694.50	13,491,753.79
32199-6	2,502,225.52	13,492,155.27
32199-30	2,503,840.24	13,492,156.93
32199-29	2,503,839.38	13,492,560.01

Coordinates: TX State Plane; South Central Zone, NAD83 US Ft

Project Name: Weesatche
Permit Number: 123A
Inspection Date: April 15-16,2008

III. Comments – Cont.

Exploration boreholes inspected on Halapeska lease 32206 on UEC Permit No. 123A

Borehole ID	East (x)	North (y)
32206-48	2,500,824.15	13,502,430.39
32206-53	2,500,823.72	13,502,323.73
32206-6A	2,500,500.41	13,501,957.46
32206-3A	2,500,157.22	13,501,910.01
32206-47	2,500,898.78	13,502,678.29
32206-44	2,501,166.50	13,503,220.93
32206-46	2,501,339.23	13,503,174.73
32206-37	2,501,378.50	13,502,737.84
32206-40	2,501,277.03	13,502,656.23
32206-38	2,501,137.90	13,503,119.84
32206-39	2,500,942.21	13,503,175.85
32206-35	2,501,015.74	13,503,217.00
32206-32	2,501,339.28	13,502,771.35
32206-33	2,501,038.66	13,503,154.98
32206-36	2,500,724.05	13,503,119.78
32206-29	2,501,423.13	13,502,705.72
32206-31	2,501,014.25	13,503,115.26
32206-30	2,501,008.25	13,503,040.46
32206-26	2,501,089.37	13,503,077.78
32206-27	2,501,092.30	13,502,877.03
32206-22	2,501,302.28	13,502,726.53
32206-23	2,501,353.14	13,502,618.30
32206-28	2,501,546.55	13,502,547.61
32206-24	2,501,435.86	13,502,617.57

Coordinates: TX State Plane; South Central Zone, NAD83 US Ft

Project Name: Weesatche
Permit Number: 123A
Inspection Date: April 15-16,2008

III. Comments – Cont.

Exploration boreholes inspected on Schrade lease 32202

Borehole ID	East (x)	North (y)
32202-231	2,497,411.46	13,503,681.01
32202-230	2,497,103.80	13,503,597.89
32202-216	2,497,133.63	13,503,881.88
32202-212	2,496,858.86	13,505,856.23
32202-208	2,497,013.66	13,505,802.10
32202-209	2,496,906.84	13,505,696.27
32202-203	2,497,011.58	13,505,699.85
32202-202	2,496,879.12	13,505,534.72
32202-201	2,496,794.22	13,505,385.62
32202-199	2,496,622.14	13,505,180.19
32202-198	2,496,700.64	13,505,210.07
32202-197	2,498,577.85	13,505,826.60

Coordinates: TX State Plane; South Central Zone, NAD83 US Ft

Project Name: Weesatche
Permit Number: 123A
Inspection Date: April 15-16, 2008

VI. Photographs

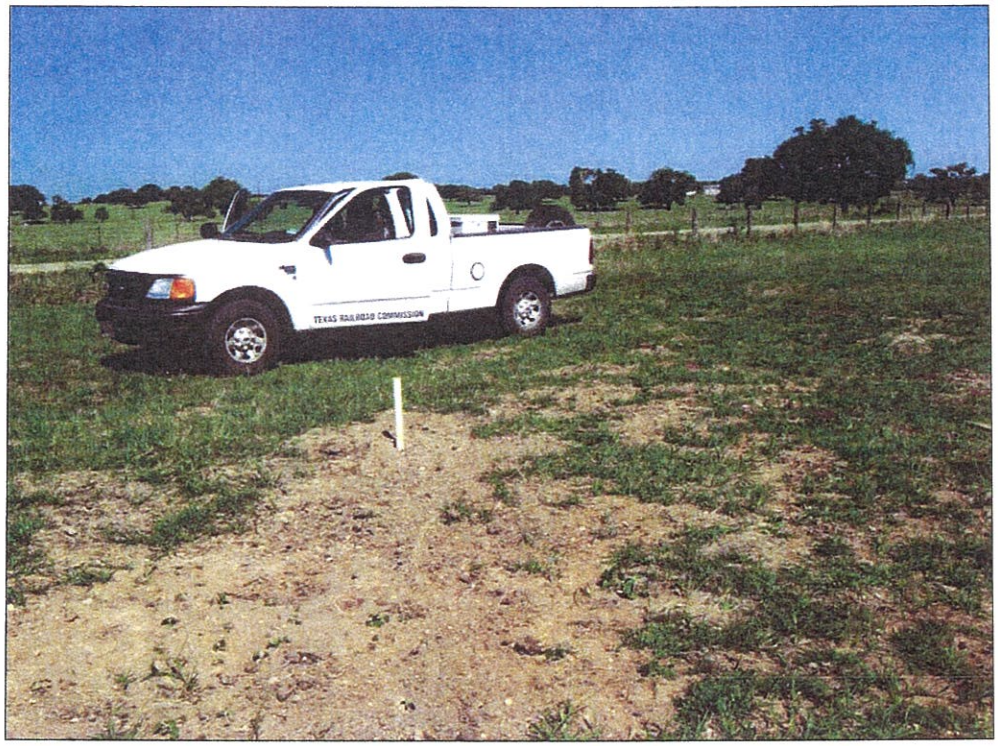

Photo 1: Drill site of borehole 32199-4 on Karnei Lease.

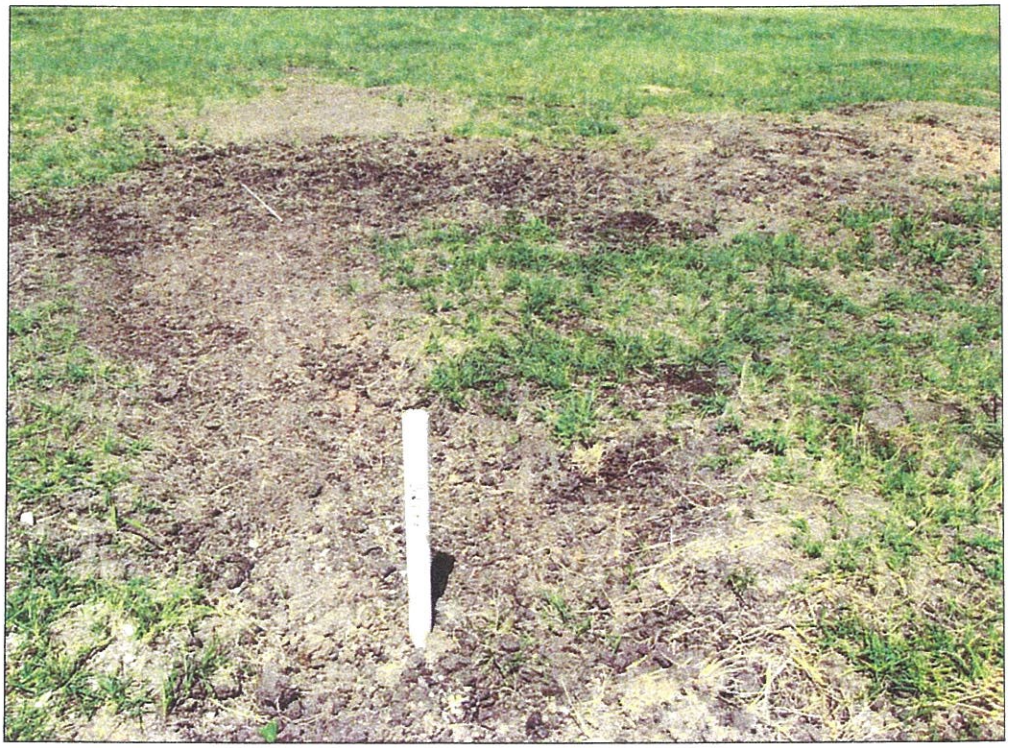

Photo 2: Borehole 32199-34.

Project Name: Weesatche
Permit Number: 123A
Inspection Date: April 15-16, 2008

VI. Photographs

Photo 3: Borehole 32199-15 on Karnei property.

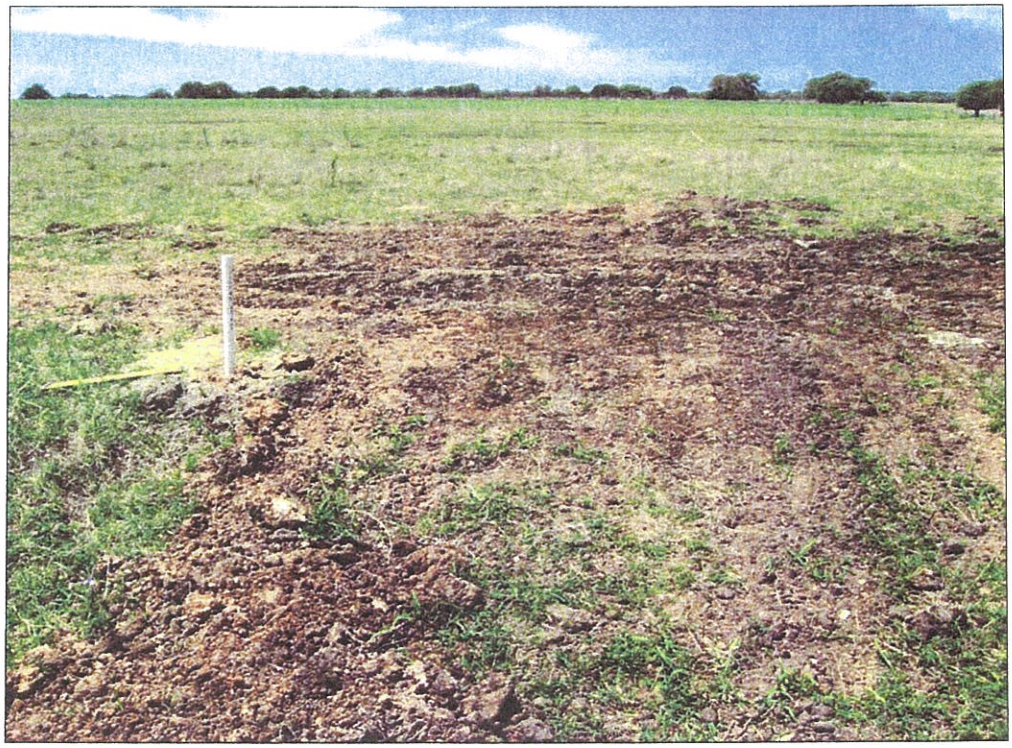

Photo 4: Borehole 32206-45 on Halapeska lease visible from Bluntzer Road.

Project Name: Weesatche
Permit Number: 123A
Inspection Date: April 15-16, 2008

VI. Photographs

Photo 5: Plug verification method.

Photo 6: Halapeska lease with 5 drill locations visible.

Project Name: Weesatche
Permit Number: 123A
Inspection Date: April 15-16, 2008

VI. Photographs

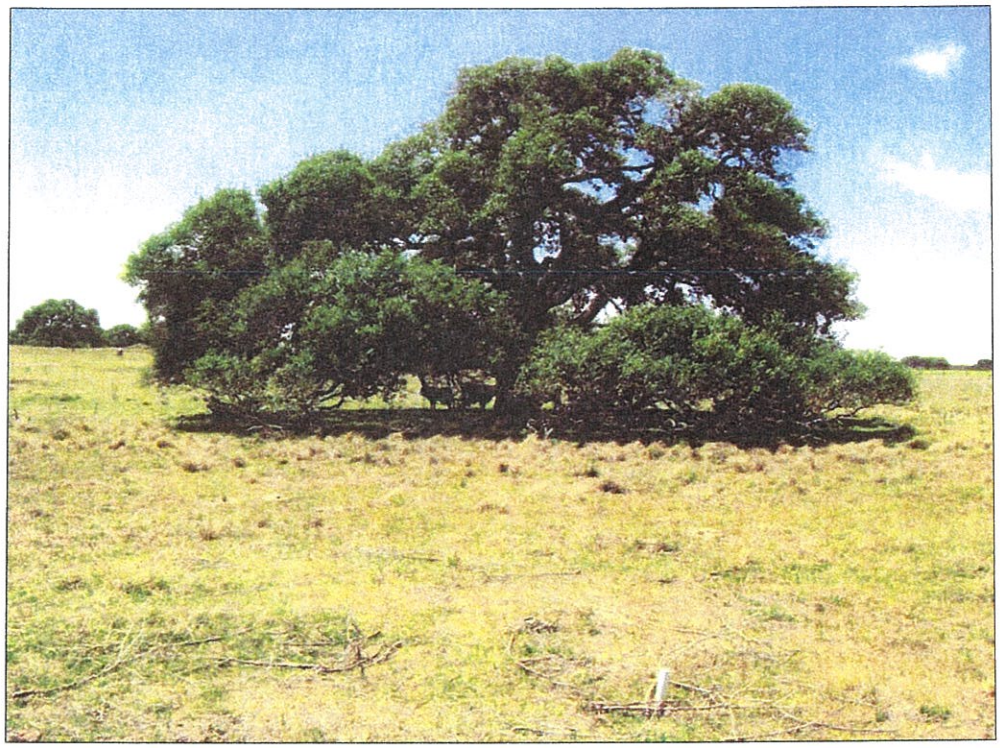

Photo 7: Site restoration at older drill location on Halapeska lease.

Photo 8: Checking plug at borehole where site restoration is still in progress.

Project Name: Weesatche
Permit Number: 123A
Inspection Date: April 15-16, 2008

VI. Photographs

Photo 9: Site restoration at 32202-197 on Schrade lease. Other locations visible in background.

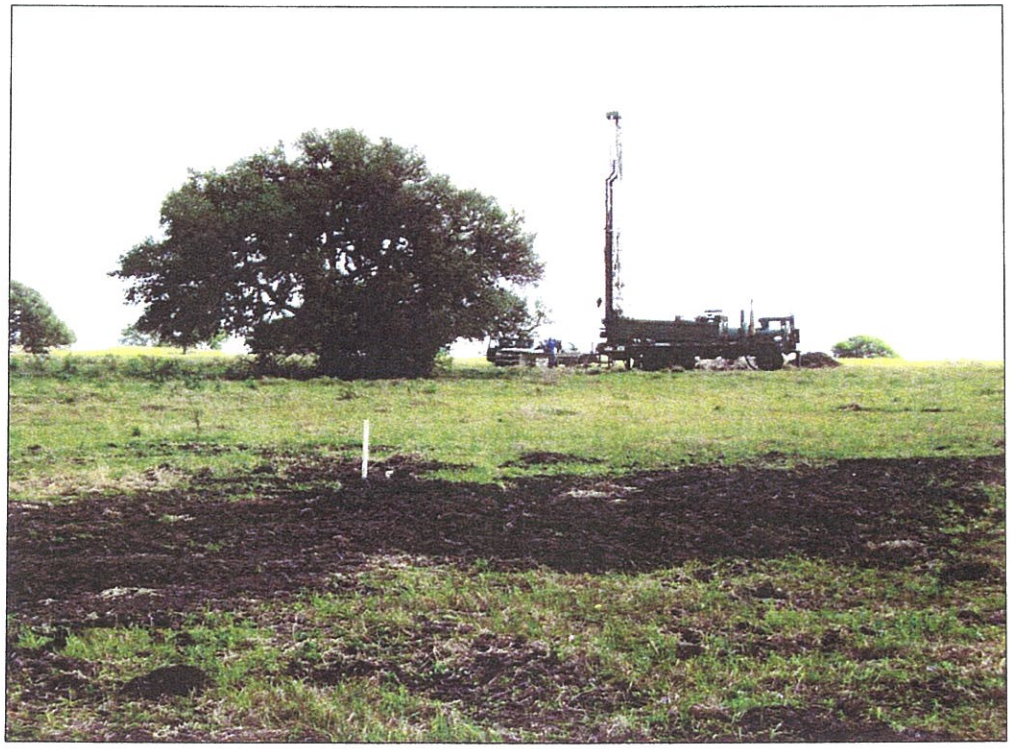

Photo 10: Current operations observed on Schrade lease.

MICHAEL L. WILLIAMS, *CHAIRMAN*
VICTOR G. CARRILLO, *COMMISSIONER*
ELIZABETH A. JONES, *COMMISSIONER*

MELVIN B. HODGKISS, P.E, *DIRECTOR*

RAILROAD COMMISSION OF TEXAS

SURFACE MINING AND RECLAMATION DIVISION

May 27, 2008

Mr. Josh Leftwich
Environmental Manager
Uranium Energy Corporation (UEC)
400 Mann Street, Suite 900
Corpus Christi, Texas 78401

RE: Weesatche Project, Goliad County
Uranium Exploration Permit No. 123A
Inspection Report

Dear Mr. Leftwich:

Enclosed is a copy of the report for the inspection completed on May 21, 2008, at UEC's Weesatche Project, Goliad County.

If you have any questions, please contact me at (512) 305-8813.

Sincerely,

Mark Schlimgen, Manager
Inspection and Enforcement

MS/sdj
Enclosure

RAILROAD COMMISSION OF TEXAS
SURFACE MINING AND RECLAMATION DIVISION
URANIUM EXPLORATION INSPECTION REPORT

Project Name: Weesatche Permit Number: 123A

Permittee: UEC County: Goliad

Industry Representative(s) Present: John Pollock

Inspector: Steve Meadows Date of Inspection: May 21, 2008

I. Field Conditions and Data Collection

Samples Collected: No ☒ Yes ☐ Sample Type: Water ☐ Soil ☐ Vegetation ☐

Average Temperature 90 Soil Condition Dry Date Last Rainfall N/A Wind Direction/ Velocity (Est.) SE at 15

Photographs Attached: No ☐ Yes ☒ (Complete Section IV)

II. Enforcement Action Taken

Notice of Violation Issued: No ☒ Yes ☐ NOV No. _____

Cessation Order Issued: No ☒ Yes ☐ CO No. _____

✓ Steve Meadows 05/27/2008 Mark Schlinger 5-27-08

Inspector Signature Date Reviewing Supervisor Signature Date

The Railroad Commission of Texas complies with Federal and State laws applicable to race, religion, national origin, sex, and disability. Information is available upon request by calling (512) 463-7288 or 1-800-735-2989 if special assistance is required.

Project Name: Weesatche
Permit Number: 123A
Inspection Date: May 21, 2008

III. Comments – Inspection Narrative

- *Document the area of the permit inspected*
- *Discuss observations made during the inspection*
- *Document the results of any field tests taken*
- *Provide a summary of any discussions with industry representatives, along with results, and expectations from those discussions*
- *Describe any enforcement action taken during the inspection, along with facts or evidence supporting the enforcement action*

The south Schrade lease on UEC's Permit No. 123 was the focus of this inspection. This area of exploration, identified by UEC's records as #32203, is to the south east of the Braquet lease previously inspected. These boreholes are located in an open pasture in full view of public traffic on FM 1961 and the Ander Church located to the south of the area. A total of 28 exploration boreholes were individually inspected for verification of plugging and site restoration. Borehole N-29's restoration was in progress and final top off and survey documentation had not yet been done. The identification numbers and coordinates for the other 27 holes are given in the following table. All exploration boreholes were found to be in compliance with the regulations and permit requirements. Photos 1-11 document the typical site restoration efforts undertaken in this area of exploration.

Project Name: Weesatche
Permit Number: 123A
Inspection Date: May 21, 2008

III. Comments – Cont.

Hole ID	Easting	Northing
N1	13,501,091.67	2,497,300.69
N11	13,500,792.75	2,497,483.05
N12	13,500,688.93	2,497,292.60
N13	13,500,693.00	2,497,392.95
N15	13,500,678.32	2,497,506.84
N16	13,500,593.59	2,497,308.71
N17	13,500,595.10	2,497,490.69
N18	13,500,498.65	2,497,490.49
N19	13,500,510.08	2,497,367.01
N2	13,500,993.08	2,497,287.95
N20	13,500,392.49	2,497,485.65
N21	13,500,493.68	2,497,587.08
N22	13,500,397.00	2,497,587.05
N23	13,500,393.67	2,497,683.82
N24	13,500,494.91	2,497,687.30
N29	13,500,803.71	2,497,684.52
N3	13,500,894.56	2,497,281.50
N4	13,500,799.18	2,497,287.40
N5	13,501,095.79	2,497,394.96
N6	13,500,990.24	2,497,392.44
N7	13,500,924.07	2,497,402.62
N8	13,500,793.38	2,497,391.17
N14	13,500,567.48	2,497,401.45
N25	13,500,595.21	2,497,685.43
N26	13,500,598.18	2,497,588.69
N27	13,500,698.87	2,497,587.31
N28	13,500,692.97	2,497,683.46

Project Name: Weesatche
Permit Number: 123A
Inspection Date: May 21, 2008

VI. Photographs

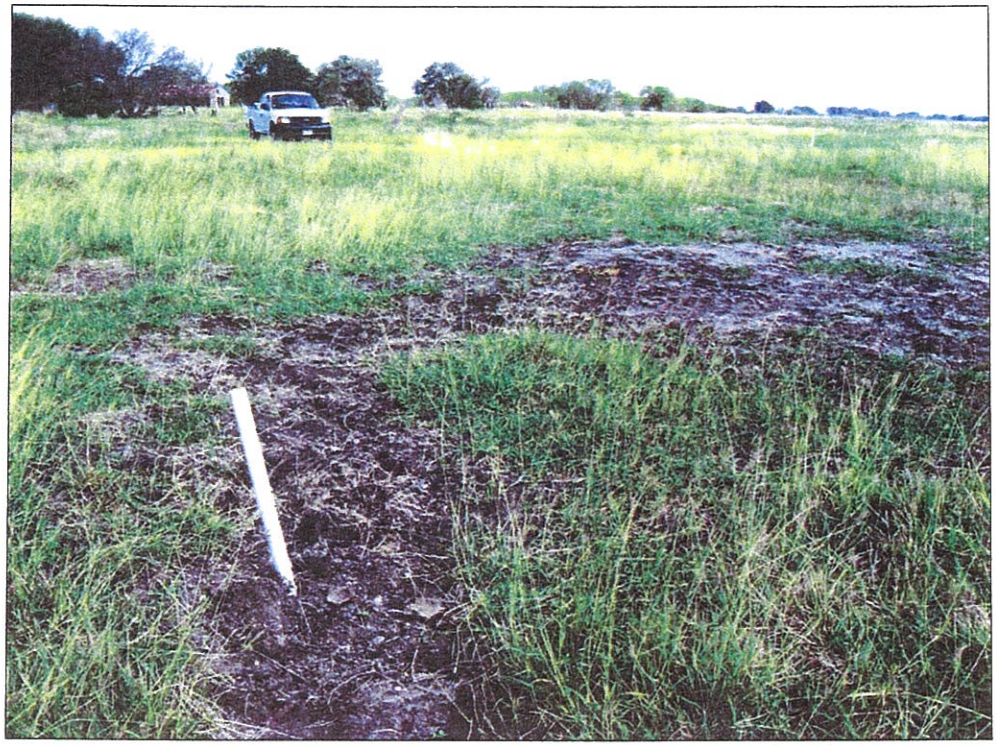

Photo 1: Borehole N-5 on South Schrade property.

Photo 2: Borehole N-11.

Project Name: Weesatche
Permit Number: 123A
Inspection Date: May 21, 2008

VI. Photographs

Photo 3: Borehole N-13 site restoration.

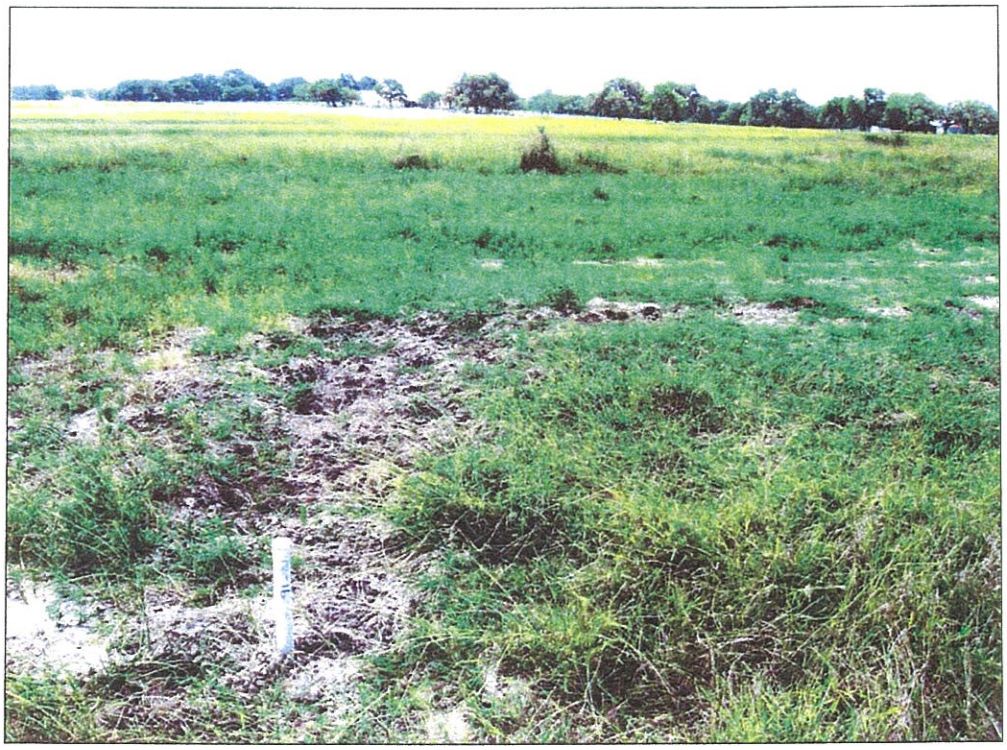

Photo 4: Borehole N-16

Project Name: Weesatche
Permit Number: 123A
Inspection Date: May 21, 2008

VI. Photographs

Photo 5: Borehole N-19

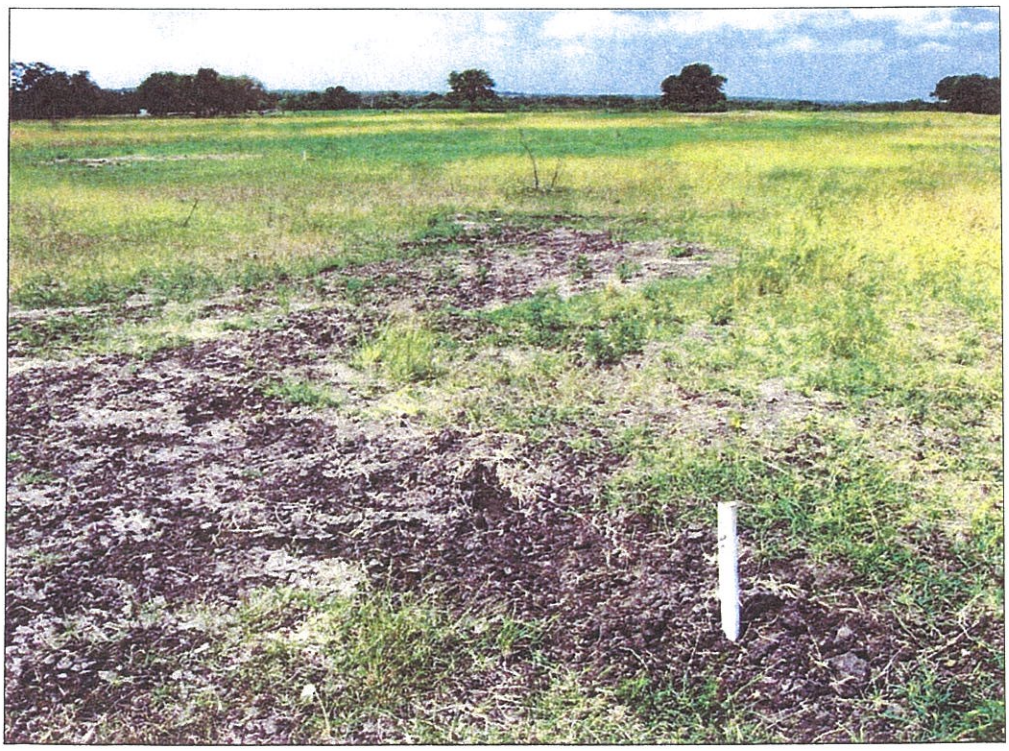

Photo 6: Borehole N-21

Project Name: Weesatche
Permit Number: 123A
Inspection Date: May 21, 2008

VI. Photographs

Photo 7: Re-vegetation at borehole N-22 site.

Photo 8: Borehole N-24

Project Name: Weesatche
Permit Number: 123A
Inspection Date: May 21, 2008

VI. Photographs

Photo 9: Borehole N-27 site restoration.

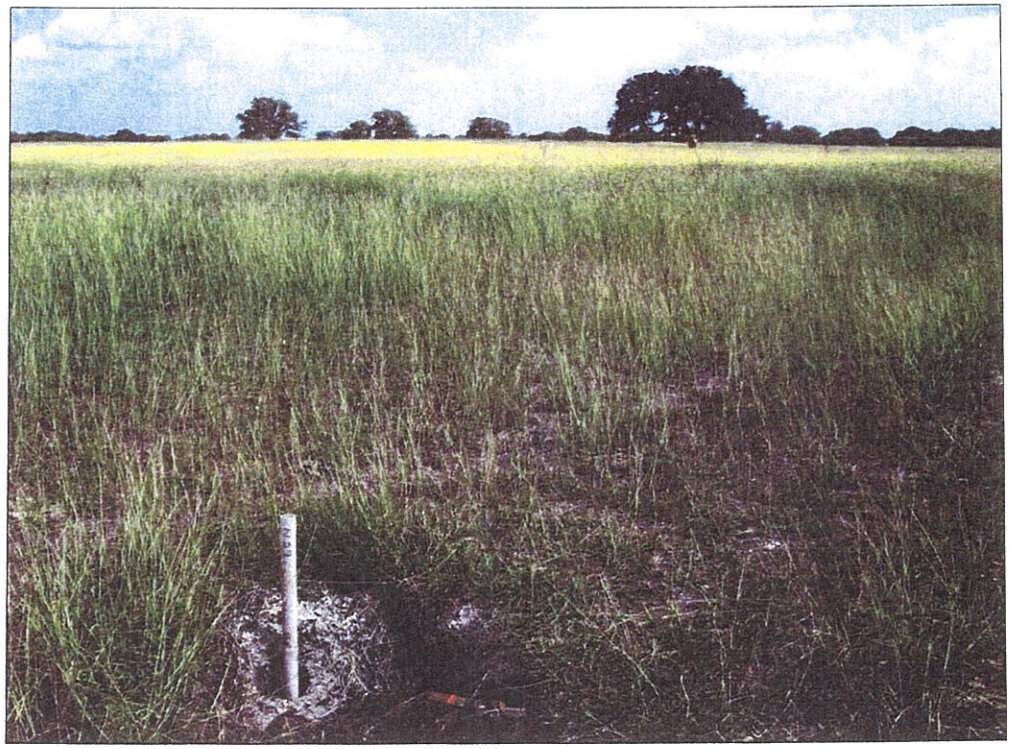

Photo 10: Borehole N-29 restoration in progress and requiring final top off.

Project Name: Weesatche
Permit Number: 123A
Inspection Date: May 21, 2008

VI. Photographs

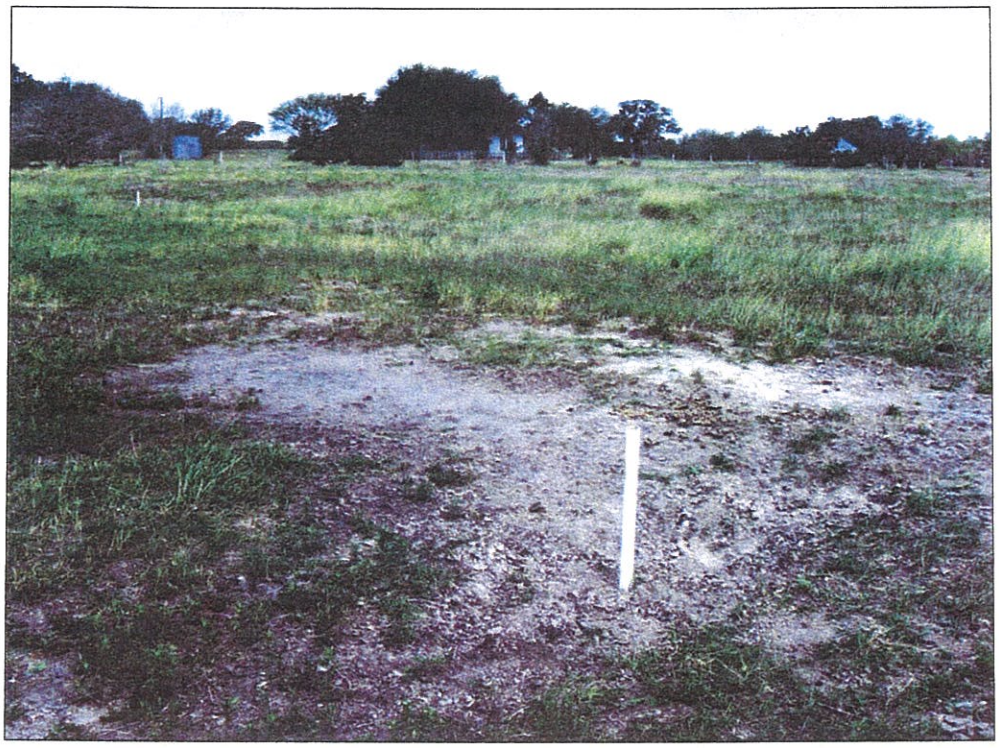

Photo 11: South Schrade drill location with old Braquet house in background.

MICHAEL L. WILLIAMS, *CHAIRMAN*
VICTOR G. CARRILLO, *COMMISSIONER*
ELIZABETH A. JONES, *COMMISSIONER*

MELVIN B. HODGKISS, P.E., *DIRECTOR*

RAILROAD COMMISSION OF TEXAS

SURFACE MINING AND RECLAMATION DIVISION

June 24, 2008

Mr. Josh Leftwich
Environmental Manager
Uranium Energy Corporation (UEC)
400 Mann Street, Suite 900
Corpus Christi, Texas 78401

RE: Weesatche Project, Goliad County
Uranium Exploration Permit No. 123A
Inspection Report

Dear Mr. Leftwich:

Enclosed is a copy of the report for the inspection completed on June 17-18, 2008, at UEC's Weesatche Project, Goliad County.

If you have any questions, please contact me at (512) 305-8813.

Sincerely,

Mark Schlimgen

Mark Schlimgen, Manager
Inspection and Enforcement

MS/sdj
Enclosure

RAILROAD COMMISSION OF TEXAS
SURFACE MINING AND RECLAMATION DIVISION
URANIUM EXPLORATION INSPECTION REPORT

Project Name: Weesatche Permit Number: 123A

Permittee: UEC County: Goliad

Industry Representative(s) Present: John Pollock

Inspector: Steve Meadows Date of Inspection: June 17-18, 2008

I. Field Conditions and Data Collection

Samples Collected: No ☒ Yes ☐ Sample Type: Water ☐ Soil ☐ Vegetation ☐

Average Temperature 95 Soil Condition Dry Date Last Rainfall N/A Wind Direction/ Velocity (Est.) Light

Photographs Attached: No ☐ Yes ☒ (Complete Section IV)

II. Enforcement Action Taken

Notice of Violation Issued: No ☒ Yes ☐ NOV No. _____

Cessation Order Issued: No ☒ Yes ☐ CO No. _____

✓ Steve Meadows 06/23/2008 Mark Sullivan 6-23-08

Inspector Signature Date Reviewing Supervisor Signature Date

The Railroad Commission of Texas complies with Federal and State laws applicable to race, religion, national origin, sex, and disability. Information is available upon request by calling (512) 463-7288 or 1-800-735-2989 if special assistance is required.

Project Name: Weesatche
Permit Number: 123A
Inspection Date: June 17-18, 2008

III. Comments – Inspection Narrative

- *Document the area of the permit inspected*
- *Discuss observations made during the inspection*
- *Document the results of any field tests taken*
- *Provide a summary of any discussions with industry representatives, along with results, and expectations from those discussions*
- *Describe any enforcement action taken during the inspection, along with facts or evidence supporting the enforcement action*

A total of 85 exploration boreholes, core sample holes and cased monitor wells were individually inspected for compliance to the regulations and permit requirements on UEC Permit No 123. Three leased properties were inspected, the Stanford Lease 30898, the Abramite Lease 30892 and the Schrade Lease 32202.

The site restoration of the plugged boreholes and cased monitor wells listed in the following tables was completed, however other borehole locations in various stages of completion were inspected to determine UEC's current practices. Photos 1-5 document the typical site restoration completed on the three properties inspected. A total of 12 cased monitor wells were inspected for site restoration compliance. All cased wells examined were secured with either bolted flanges as seen in Photo 6 or locked caps. As seen in Photo 7, site restoration in timbered areas is on a par with the locations located in open pastures and re-vegetation is advancing in spite of the current dry conditions.

At borehole 32202-189 site restoration was found to be incomplete Cementing documentation confirmed down hole plugging was completed on October 15, 2007, however the borehole required final top off and marker installation as can be seen in Photo 8.

The borehole and cased monitor well identifications and the coordinates in Texas State Plane NAD 83 are enumerated in the following tables.

Project Name: Weesatche
Permit Number: 123A
Inspection Date: June 17-18, 2008

III. Comments – Cont.

Hole ID	East	North
89	2,494,797.0	13,503,897.0
93	2,494,916.0	13,503,799.0
96	2,494,902.0	13,503,507.0
107	2,496,077.0	13,504,323.0
108	2,496,073.0	13,504,233.0
109	2,496,087.0	13,504,123.0
122	2,495,226.0	13,503,612.0
123	2,496,252.0	13,504,115.0
124	2,495,358.0	13,503,557.0
125	2,495,181.0	13,503,408.0
126	2,495,230.0	13,503,497.0
127	2,494,918.0	13,503,897.0
128	2,494,677.0	13,503,484.0
135	2,496,315.0	13,504,538.0
CA-1	2,496,036.0	13,503,968.0
CA-2	2,495,647.0	13,503,727.0
CD-1	2,494,593.0	13,503,782.0
CD-2A	2,496,016.0	13,504,170.0
RBLA-2	2,495,876.0	13,503,905.0
RBLA-3	2,495,990.0	13,503,969.0
RBLA-4	2,495,533.0	13,503,641.0
RBLB-2	2,496,285.0	13,504,702.0
RBLD-1	2,496,292.0	13,504,723.0
RBLD-2	2,496,234.0	13,504,096.0
RBLD-5	2,496,012.0	13,503,971.0
36	2,494,148.0	13,503,873.0
37	2,494,281.0	13,503,305.0
38	2,494,325.0	13,503,493.0
39	2,494,299.0	13,503,375.0

Coordinates: TX State Plane; South Central Zone, NAD83 US Ft

Project Name: Weesatche
Permit Number: 123A
Inspection Date: June 17-18, 2008

III. Comments – Cont.

Hole ID	East	North
RBLC-1	2,494,192.0	13,503,314.0
RBLC-7	2,494,259.0	13,503,317.0
RBLD-6	2,494,155.0	13,503,703.0
135	2,498,328.0	13,503,986.0
136	2,498,322.0	13,503,877.0
138	2,498,564.0	13,505,636.0
139	2,498,565.0	13,505,235.0
140	2,498,564.0	13,504,830.0
141	2,498,565.0	13,504,438.0
142	2,499,194.0	13,503,636.0
143	2,497,141.0	13,505,235.0
144	2,497,134.0	13,505,136.0
145	2,498,334.0	13,504,039.0
146	2,498,379.0	13,503,983.0
147	2,498,310.0	13,503,775.0
148	2,497,069.0	13,505,188.0
150	2,497,298.0	13,505,237.0
151	2,497,052.0	13,504,982.0
152	2,497,943.0	13,505,726.0
153	2,498,411.0	13,506,001.0
154	2,498,410.0	13,506,099.0
156	2,498,511.0	13,506,047.0
157	2,497,939.0	13,505,870.0
164	2,498,560.0	13,504,310.0
168	2,497,346.0	13,505,352.0
175	2,497,517.0	13,505,420.0
176	2,497,631.0	13,505,504.0
178	2,498,083.0	13,505,786.0
179	2,498,665.0	13,506,176.0

Coordinates: TX State Plane; South Central Zone, NAD83 US Ft

Project Name: Weesatche
Permit Number: 123A
Inspection Date: June 17-18, 2008

III. Comments – Cont.

Hole ID	East	North
182	2,496,857.0	13,504,996.0
183	2,496,923.0	13,504,967.0
184	2,497,063.0	13,505,056.0
185	2,498,518.0	13,505,872.0
186	2,498,579.0	13,505,986.0
188	2,497,881.0	13,505,947.0
189	2,497,985.0	13,506,000.0
190	2,498,582.0	13,505,921.0
191	2,496,788.0	13,504,918.0
192	2,496,860.0	13,504,888.0
193	2,498,452.0	13,505,829.0
194	2,498,513.0	13,505,796.0
195	2,496,724.0	13,504,856.0
196	2,496,791.0	13,504,828.0
200	2,497,904.0	13,505,915.0
205	2,497,547.0	13,505,337.0
206	2,497,660.0	13,505,424.0
207	2,496,990.0	13,505,505.0
210	2,497,110.0	13,505,702.0
211	2,497,008.0	13,505,596.0
213	2,497,118.0	13,505,812.0
214	2,497,315.0	13,505,700.0
215	2,497,371.0	13,505,087.0
217	2,496,935.0	13,503,888.0
RBLA-1	2,496,483.0	13,504,391.0
RBLD-3A	2,496,830.0	13,504,437.0

Coordinates: TX State Plane; South Central Zone, NAD83 US Ft

Project Name: Weesatche
Permit Number: 123A
Inspection Date: June 17-18, 2008

VI. Photographs

Photo 1: Borehole 195 on Schrade Lease 32202.

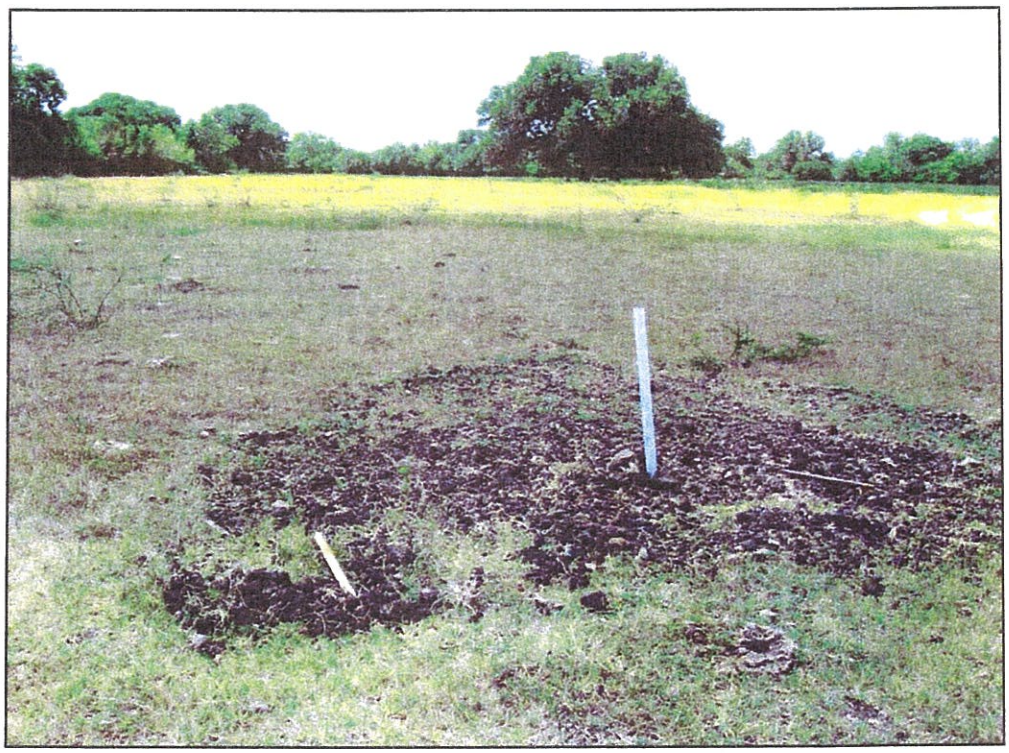

Photo 2: Borehole 93 on Abramite Lease 30892.

Project Name: Weesatche
Permit Number: 123A
Inspection Date: June 17-18, 2008

VI. Photographs

Photo 3: Borehole 36 on Stanford Lease 30898.

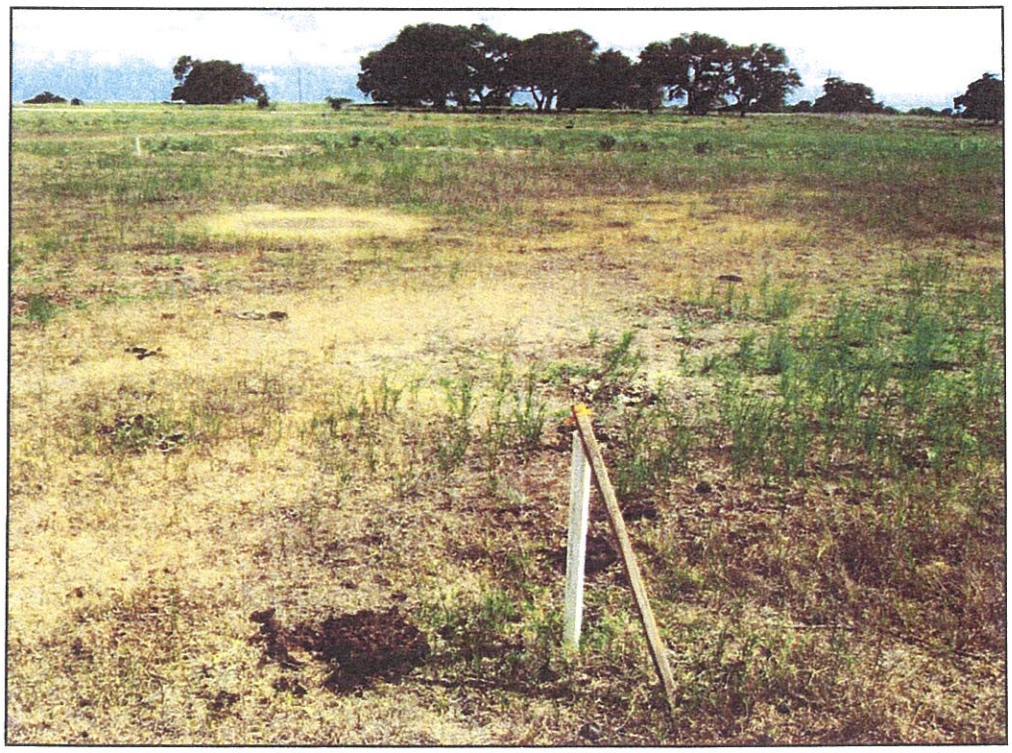

Photo 4: Borehole 205 on Schrade property.

Project Name: Weesatche
Permit Number: 123A
Inspection Date: June 17-18, 2008

VI. Photographs

Photo 5: Borehole 125 Abramite lease.

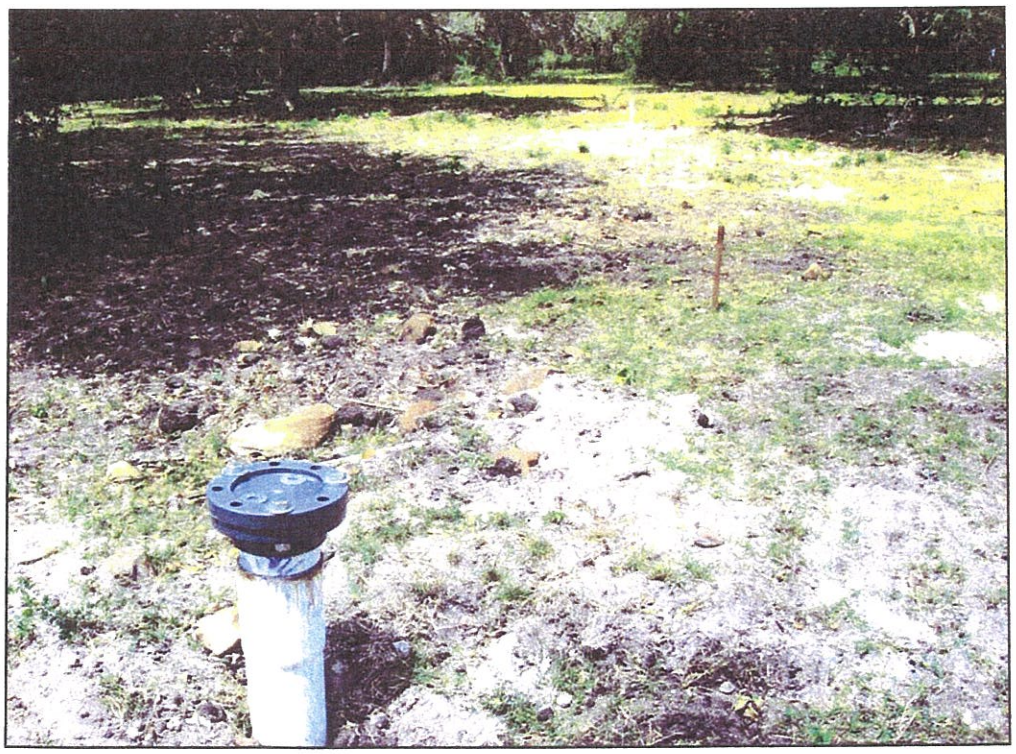

Photo 6: Capped monitor well RBLA4 on Abramite lease.

Project Name: Weesatche
Permit Number: 123A
Inspection Date: June 17-18, 2008

VI. Photographs

Photo 7: Site restoration on Abramite lease.

Photo 8: Plugged borehole 189 requires final top off.

MICHAEL L. WILLIAMS, *CHAIRMAN*
VICTOR G. CARRILLO, *COMMISSIONER*
ELIZABETH A. JONES, *COMMISSIONER*

MELVIN B. HODGKISS, P.E, *DIRECTOR*

RAILROAD COMMISSION OF TEXAS

SURFACE MINING AND RECLAMATION DIVISION

July 21, 2008

Mr. Josh Leftwich
Environmental Manager
Uranium Energy Corporation (UEC)
400 Mann Street, Suite 900
Corpus Christi, Texas 78401

RE: Weesatche Project, Goliad County
Uranium Exploration Permit No. 123A
Inspection Report

Dear Mr. Leftwich:

Enclosed is a copy of the report for the inspection completed on July 16, 2008, at UEC's Weesatche Project, Goliad County.

If you have any questions, please contact me at (512) 305-8813.

Sincerely,

Melvin B. Hodgkiss, Director
Surface Mining and Reclamation Division

MBH/sdj
Enclosure

RAILROAD COMMISSION OF TEXAS
SURFACE MINING AND RECLAMATION DIVISION
URANIUM EXPLORATION INSPECTION REPORT

Project Name: Weesatche Permit Number: 123A

Permittee: UEC County: Goliad

Industry Representative(s) Present: John Pollock

Inspector: Steve Meadows Date of Inspection: July 16, 2008

I. Field Conditions and Data Collection

Samples Collected: No ☒ Yes ☐ Sample Type: Water ☐ Soil ☐ Vegetation ☐

Average Temperature 85 Soil Condition Dry Date Last Rainfall 7-8-08 Wind Direction/ Velocity (Est.) Calm

Photographs Attached: No ☐ Yes ☒ (Complete Section IV)

II. Enforcement Action Taken

Notice of Violation Issued: No ☒ Yes ☐ NOV No. _____

Cessation Order Issued: No ☒ Yes ☐ CO No. _____

✓ Steve Meadows 07/21/2008 — Inspector Signature, Date

Melvin Hopkins 7-23-08 — Reviewing Supervisor Signature, Date

The Railroad Commission of Texas complies with Federal and State laws applicable to race, religion, national origin, sex, and disability. Information is available upon request by calling (512) 463-7288 or 1-800-735-2989 if special assistance is required.

Project Name: Weesatche
Permit Number: 123A
Inspection Date: July 16, 2008

III. Comments – Inspection Narrative

- *Document the area of the permit inspected*
- *Discuss observations made during the inspection*
- *Document the results of any field tests taken*
- *Provide a summary of any discussions with industry representatives, along with results, and expectations from those discussions*
- *Describe any enforcement action taken during the inspection, along with facts or evidence supporting the enforcement action*

The Braquet lease on UEC's Permit No. 123A was the focus of this inspection. There is no current drilling activity on this property. A total of 53 exploration boreholes and 2 core holes were individually inspected for verification of plugging and compliance to the regulations and permit requirements for site re4storation. Photos 1-12 document the site restoration efforts on the Braquet lease and can be considered typical of the 55 locations inspected. Re-vegetation is seen to be well advanced on the older drill sites and original contours were well restored at all location inspected. The borehole identifications and coordinates for the 55 exploration boreholes are enumerated in the following tables.

Project Name: Weesatche
Permit Number: 123A
Inspection Date: July 16, 2008

III. Comments – Cont.

Hole ID	Easting	Northing
CB-1	13501977.00	2496215.00
CB-3	13501534.00	2495375.00
N108	13500998.00	2497093.00
N142	13501403.00	2496666.00
N146	13501141.00	2496499.00
N149	13501437.00	2494970.00
N157	13502085.00	2496380.00
N161	13501580.00	2496579.00
N169	13501487.00	2496578.00
N181	13500643.00	2496772.00
N182	13500276.00	2496744.00
N185	13502395.00	2496827.00
N186	13502295.00	2496827.00
N187	13502198.00	2496824.00
N191	13501438.00	2495044.00
N196	13500942.00	2497096.00
N201	13502211.00	2496192.00
N202	13502334.00	2496274.00
N206	13502288.00	2496029.00
N212	13502360.00	2496217.00
N217	13501432.00	2496694.00
N218	13501415.00	2496813.00
N227	13501279.00	2496025.00
N231	13500864.00	2497088.00
N232	13500878.00	2496872.00
N233	13500888.00	2496677.00

Project Name: Weesatche
Permit Number: 123A
Inspection Date: July 16, 2008

III. Comments – Cont.

Hole ID	Easting	Northing
N234	13500886.00	2496471.00
N237	13501346.00	2496410.00
N245	13500839.00	2496978.00
N246	13500772.00	2497063.00
N248	13501645.00	2494989.00
N250	13502418.00	2496128.00
N251	13502461.00	2496214.00
N255	13501862.00	2495124.00
N256	13501318.00	2496678.00
N257	13501104.00	2496562.00
N258	13500978.00	2496676.00
N259	13500941.00	2496809.00
N260	13500935.00	2496943.00
N261	13501063.00	2496622.00
N262	13501051.00	2496692.00
N278	13501646.00	2494936.00
N287	13501562.00	2494928.00
N290	13501773.00	2495021.00
N292	13501569.00	2495041.00
N293	13501481.00	2494956.00
N294	13501344.00	2494971.00
N296	13501105.00	2496982.00
N297	13501293.00	2497007.00
N298	13501300.00	2496880.00
N299	13501192.00	2496900.00
N301	13501297.00	2497104.00
N302	13501001.00	2496801.00
N303	13500946.00	2496858.00
N304	13500947.00	2496754.00

Project Name: Weesatche
Permit Number: 123A
Inspection Date: July 16, 2008

VI. Photographs

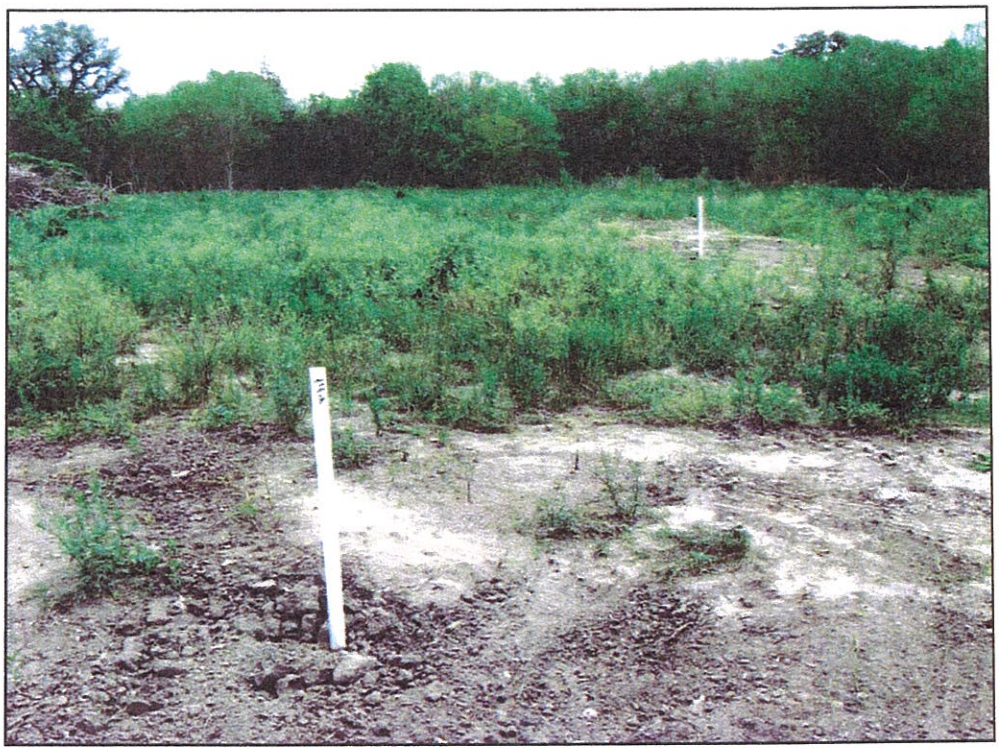

Photo 1: Borehole N142 site restoration.

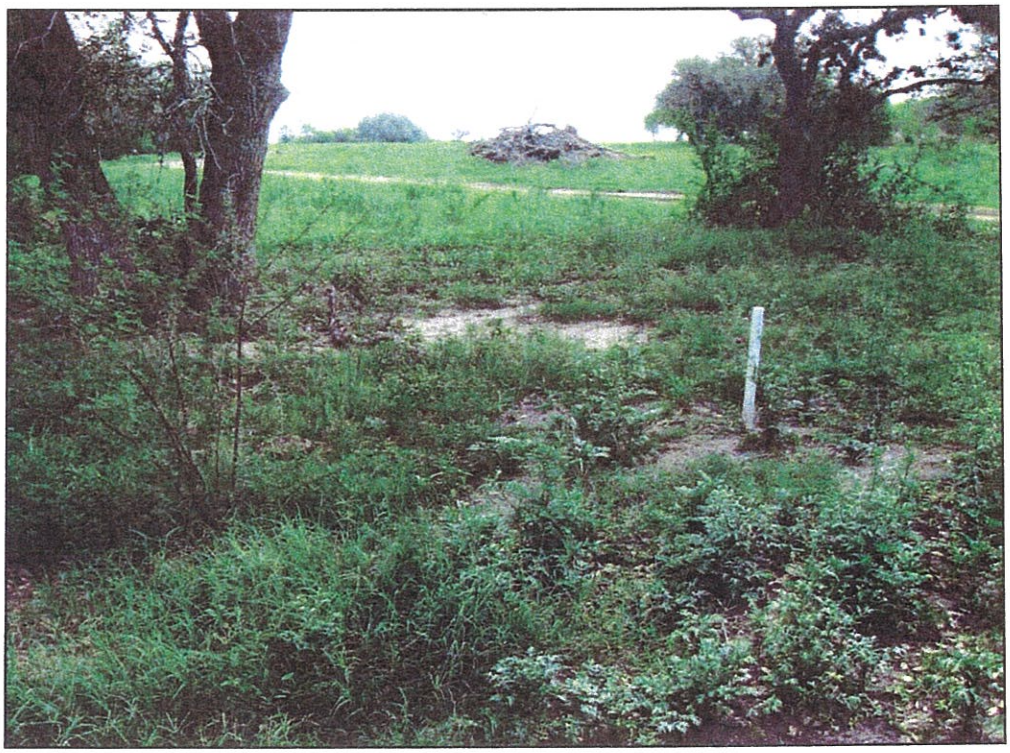

Photo 2: Re-vegetation at borehole N149.

Project Name: Weesatche
Permit Number: 123A
Inspection Date: July 16, 2008

VI. Photographs

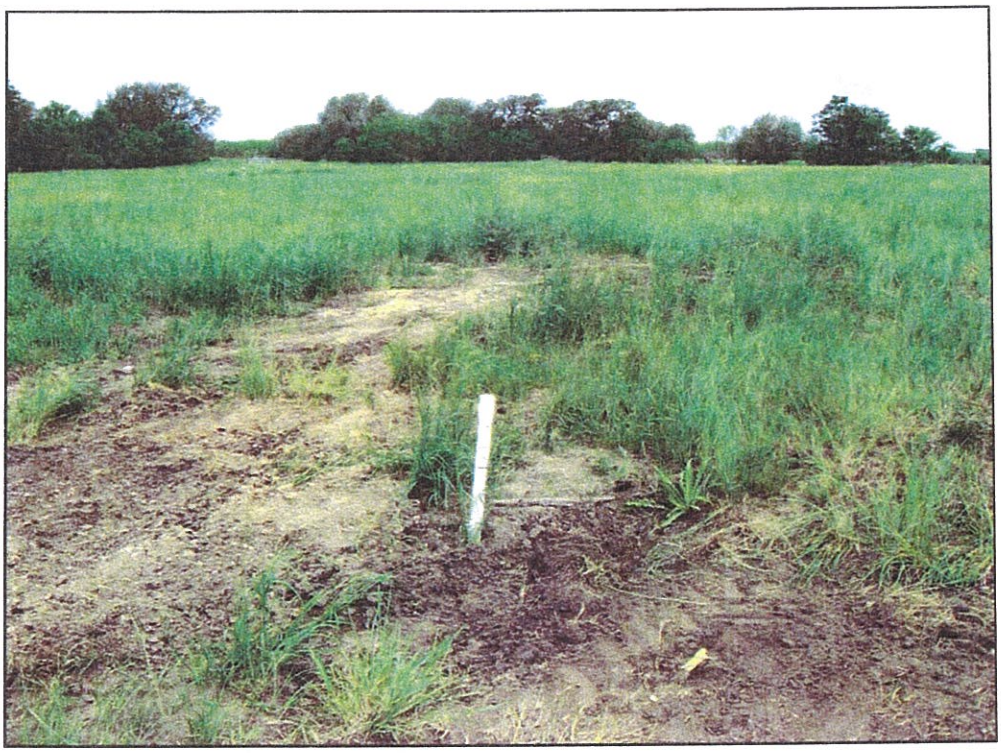

Photo 3: Borehole N181.

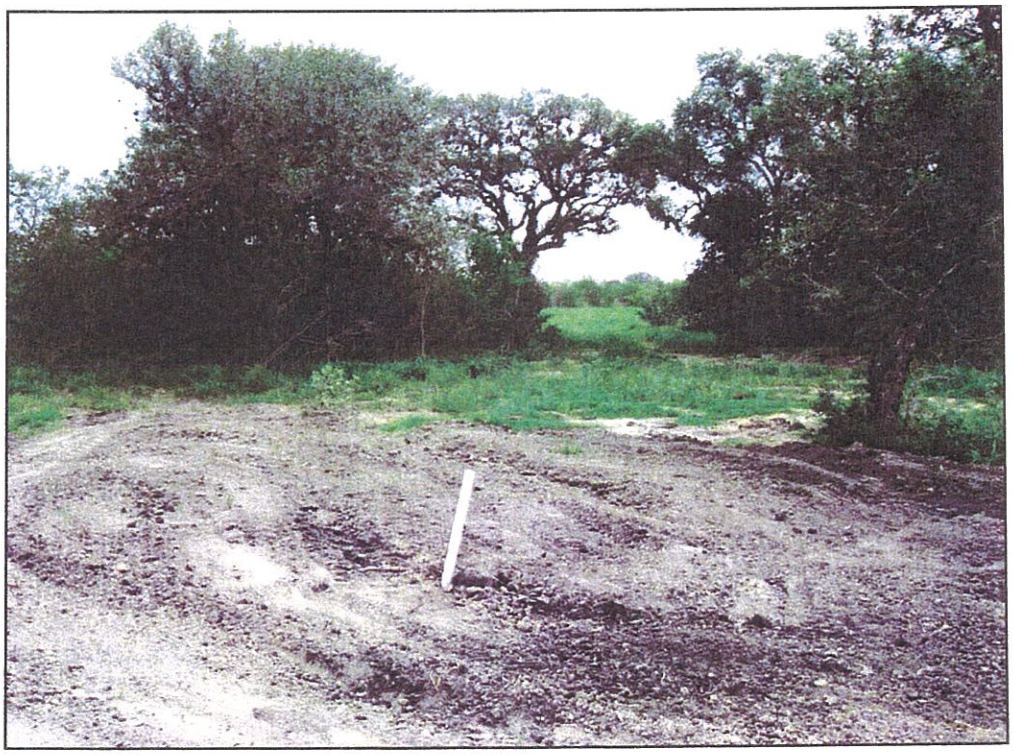

Photo 3: Borehole N185 site restoration.

Project Name: Weesatche
Permit Number: 123A
Inspection Date: July 16, 2008

VI. Photographs

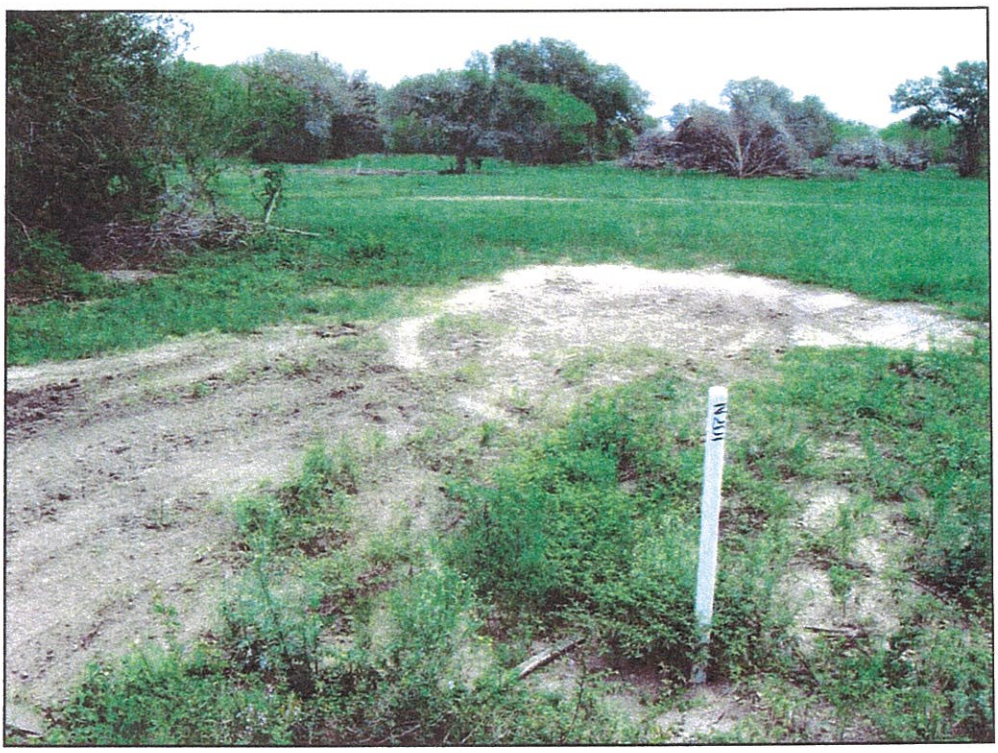

Photo 4: Borehole 201.

Photo 5: Borehole N233 near old Braquet house.

Project Name: Weesatche
Permit Number: 123A
Inspection Date: July 16, 2008

VI. Photographs

Photo 6: Borehole N278.

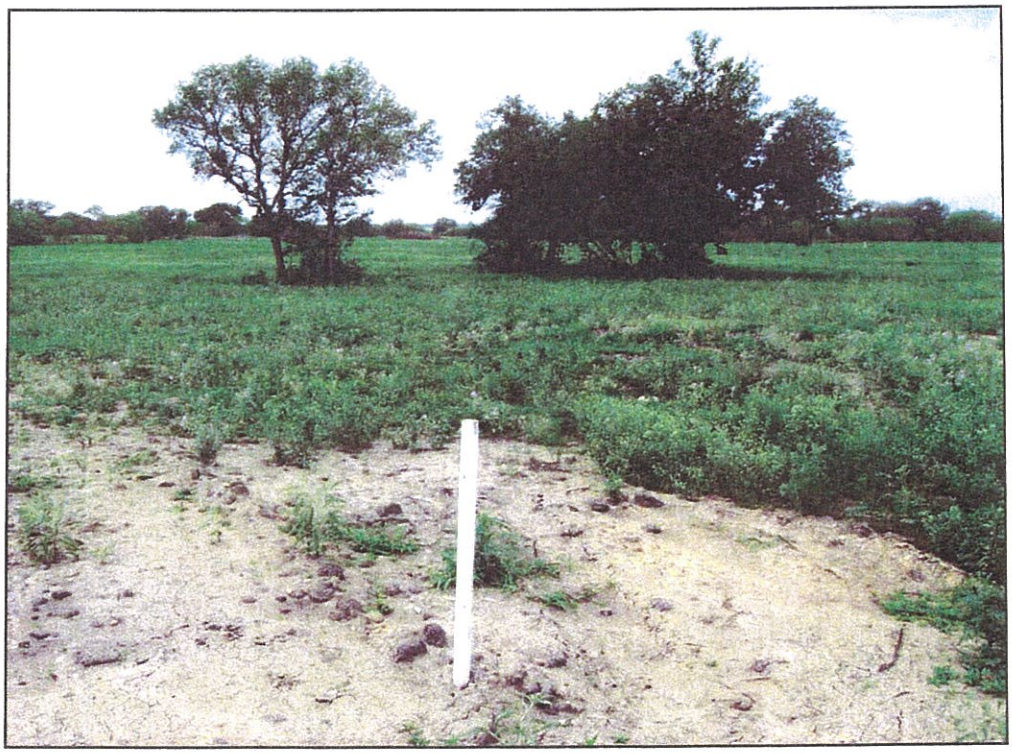

Photo7: Core hole CB1 with markers for other holes visible in background.

Project Name: Weesatche
Permit Number: 123A
Inspection Date: July 16, 2008

VI. Photographs

Photo 8: Borehole N250 recently completed restoration..

Photo 9: Re-vegetation at borehole N293

Project Name: Weesatche
Permit Number: 123A
Inspection Date: July 16, 2008

VI. Photographs

Photo 10: Borehole N182.

Photo 11: Borehole N157.

Project Name: Weesatche
Permit Number: 123A
Inspection Date: July 16, 2008

VI. Photographs

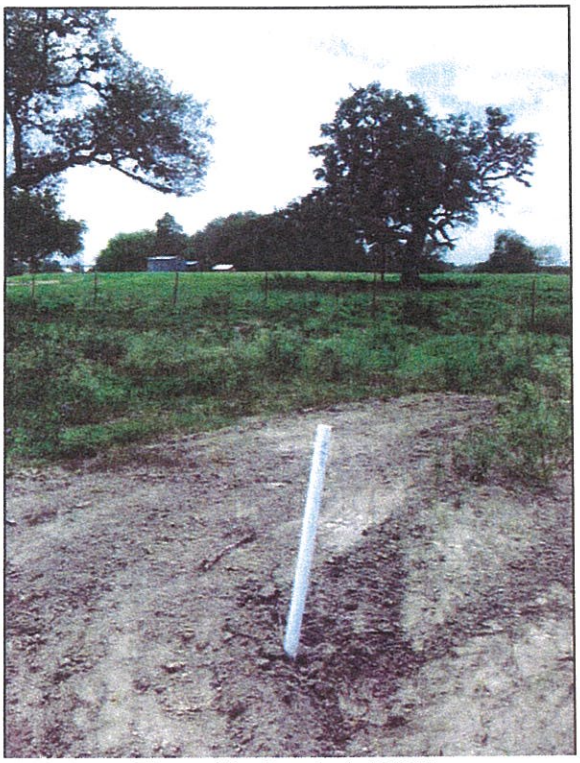

Photo 12: Borehole N217.

MICHAEL L. WILLIAMS, *CHAIRMAN*
VICTOR G. CARRILLO, *COMMISSIONER*
ELIZABETH A. JONES, *COMMISSIONER*

MELVIN B. HODGKISS, P.E., *DIRECTOR*

RAILROAD COMMISSION OF TEXAS

SURFACE MINING AND RECLAMATION DIVISION

August 18, 2008

Mr. Josh Leftwich
Environmental Manager
Uranium Energy Corporation (UEC)
400 Mann Street, Suite 900
Corpus Christi, Texas 78401

RE: Weesatche Project, Goliad County
Uranium Exploration Permit No. 123B
Inspection Report

Dear Mr. Leftwich:

Enclosed is a copy of the report for the inspection completed on August 14, 2008, at UEC's Weesatche Project, Goliad County.

If you have any questions, please contact me at (512) 305-8813.

Sincerely,

Mark Schlimgen, Manager
Inspection and Enforcement

MS/sdj
Enclosure

1701 NORTH CONGRESS AVENUE ★ POST OFFICE BOX 12967 ★ AUSTIN, TEXAS 78711-2967 ★ PHONE:512/463-6900 FAX:512/463-6709
TDD 800/735-2989 or TDY 512/463-7284 ★ AN EQUAL OPPORTUNITY EMPLOYER ★ http://www.rrc.state.tx.us

RAILROAD COMMISSION OF TEXAS
SURFACE MINING AND RECLAMATION DIVISION
URANIUM EXPLORATION INSPECTION REPORT

Project Name: Weesatche Permit Number: 123B

Permittee: UEC County: Goliad

Industry Representative(s) Present: John Pollock

Inspector: Steve Meadows Date of Inspection: August 14, 2008

I. Field Conditions and Data Collection

Samples Collected: No ☒ Yes ☐ Sample Type: Water ☐ Soil ☐ Vegetation ☐

Average Temperature 90 Soil Condition Dry Date Last Rainfall N/A Wind Direction/ Velocity (Est.) Calm

Photographs Attached: No ☐ Yes ☒ (Complete Section IV)

II. Enforcement Action Taken

Notice of Violation Issued: No ☒ Yes ☐ NOV No. _____

Cessation Order Issued: No ☒ Yes ☐ CO No. _____

✔ Steve Meadows 08/18/2008

Inspector Signature Date

Mark Dolinger 8-18-08

Reviewing Supervisor Signature Date

The Railroad Commission of Texas complies with Federal and State laws applicable to race, religion, national origin, sex, and disability. Information is available upon request by calling (512) 463-7288 or 1-800-735-2989 if special assistance is required.

Project Name: Weesatche
Permit Number: 123B
Inspection Date: August 14, 2008

III. Comments – Inspection Narrative

- *Document the area of the permit inspected*
- *Discuss observations made during the inspection*
- *Document the results of any field tests taken*
- *Provide a summary of any discussions with industry representatives, along with results, and expectations from those discussions*
- *Describe any enforcement action taken during the inspection, along with facts or evidence supporting the enforcement action*

A total of 108 exploration boreholes, core holes and cased monitor wells were individually inspected for compliance to the regulations and permit requirements on UEC's Permit No. 123B. Boreholes for which final site restoration was incomplete during previous inspections were the focus of this inspection. Drill sites on the Halapeska 32206, Colbert P2-07, Schrade 32202, Jacobs P1-07 and Braquet 32201 properties were visited. All areas of activity had been previously inspected with the exception of the Colbert P-2-07 lease. All boreholes and cased monitor wells inspected were found to be in compliance with the permit requirements. Photos 1-11 document the typical surface marking, site restoration and re-vegetation encountered on this extensive inspection of Permit No. 123B. The identification and coordinates for the boreholes inspected are enumerated in the following tables.

Project Name: Weesatche
Permit Number: 123B
Inspection Date: August 14, 2008

III. Comments – Cont.

LEASE#	Hole I.D.	NORTHING	EASTING
30892	RBLA-5	13,503,971.0	2,496,011.0
32201	CB-2	13,501,698.0	2,495,747.0
32201	CC-2	13,502,020.0	2,495,382.0
32201	CC-3	13,502,733.0	2,494,516.0
32201	CC-4	13,501,808.0	2,495,167.0
32201	N143	13,501,155.0	2,496,600.0
32201	N147	13,503,216.0	2,496,411.0
32201	N148	13,502,951.0	2,495,940.0
32201	N177	13,502,786.0	2,494,654.0
32201	N178	13,502,684.0	2,494,646.0
32201	N180	13,500,414.0	2,496,167.0
32201	N184	13,500,521.0	2,495,439.0
32201	N188	13,500,592.0	2,495,494.0
32201	N189	13,500,443.0	2,495,508.0
32201	N190	13,501,434.0	2,494,896.0
32201	N207	13,501,142.0	2,496,264.0
32201	N219	13,501,414.0	2,496,911.0
32201	N243	13,501,447.0	2,496,014.0
32201	N265	13,501,808.0	2,496,266.0
32201	N266	13,501,724.0	2,496,245.0
32201	N270	13,501,653.0	2,494,896.0
32201	N277	13,501,791.0	2,495,644.0
32201	N285	13,502,172.0	2,495,161.0
32201	RBLB-1	13,501,599.0	2,495,988.0
32201	RBLB-3	13,501,826.0	2,496,219.0
32201	RBLB-4	13,501,525.0	2,495,388.0
32201	RBLB-5	13,501,952.0	2,496,203.0
32201	RBLC-2	13,502,732.0	2,494,545.0
32201	RBLC-3	13,501,838.0	2,495,196.0
32201	RBLC-4	13,501,933.0	2,495,017.0
32202	149	13,505,288.0	2,497,220.0
32202	CD-3	13,504,294.0	2,496,635.0
32206	25	13,503,080.0	2,500,859.0
32206	34	13,503,116.0	2,500,925.0

Project Name: Weesatche
Permit Number: 123B
Inspection Date: August 14, 2008

III. Comments – Cont.

LEASE#	Hole I.D.	NORTHING	EASTING
32206	41	13,502,886.0	2,500,868.0
32206	43	13,503,177.0	2,501,143.0
32206	45	13,502,972.0	2,501,339.0
32206	4A	13,502,278.0	2,500,187.0
32208	50	13,504,752.0	2,501,139.0
P1-07	1-12	13,505,431.0	2,502,006.0
P1-07	5-12	13,505,371.0	2,503,594.0
P1-07	JN13	13,505,763.0	2,503,127.0
P2-07	1	13,499,572.0	2,503,071.0
P2-07	2	13,500,059.0	2,503,102.0
P2-07	3	13,500,689.0	2,503,151.0
P2-07	4	13,501,290.0	2,503,161.0
P2-07	6	13,499,579.0	2,503,270.0
P2-07	7	13,500,099.0	2,503,278.0
P2-07	8	13,500,690.0	2,503,325.0
P2-07	9	13,500,684.0	2,503,727.0
P2-07	10	13,500,092.0	2,503,788.0
P2-07	11	13,499,574.0	2,503,770.0
P2-07	12	13,503,885.0	2,503,516.0
P2-07	13	13,503,688.0	2,503,518.0
P2-07	14	13,503,871.0	2,503,716.0
P2-07	15	13,503,681.0	2,503,716.0
P2-07	16	13,503,872.0	2,504,118.0
P2-07	17	13,503,478.0	2,504,112.0
P2-07	T4	13,503,881.0	2,503,313.0
P2-07	T5	13,503,481.0	2,503,289.0
32201	N183	13,500,068.0	2,496,914.0
32201	N193	13,502,903.0	2,494,621.0
32201	N247	13,500,781.0	2,496,672.0
32202	187	13,506,115.0	2,498,591.0
32202	CA-3	13,504,294.0	2,496,635.0
32202	137	13,503,738.0	2,497,866.0
30898	CC-1	13,503,305.0	2,494,281.0
32206	42	13,503,117.0	2,501,075.0
P2-07	18	13,503,982.0	2,503,707.0
P2-07	19	13,503,876.0	2,503,910.0

Project Name: Weesatche
Permit Number: 123B
Inspection Date: August 14, 2008

III. Comments – Cont.

LEASE#	Hole I.D.	NORTHING	EASTING
P1-07	JN42	13,507,379.10	2,503,681.87
P1-07	JN41	13,506,993.18	2,503,593.88
P1-07	JN19	13,506,191.63	2,502,423.70
P1-07	JN17	13,506,575.80	2,502,833.16
P1-07	JN16	13,506,148.75	2,502,842.63
P1-07	JN28	13,505,763.16	2,504,028.98
P1-07	JN26	13,504,938.43	2,503,562.90
P1-07	JN13	13,505,763.59	2,503,126.86
P1-07	2-12	13,505,411.88	2,502,416.55
P1-07	1-12	13,505,431.00	2,502,005.71
P1-07	JN7	13,505,766.43	2,503,646.54
P1-07	JN10	13,505,433.06	2,503,019.50
P1-07	JN21	13,504,561.01	2,503,188.04
P1-07	5-12	13,505,371.29	2,503,594.49
P1-07	JN18	13,506,636.19	2,502,013.15
P1-07	2-16	13,505,802.57	2,502,398.70
P1-07	1-20	13,506,221.52	2,502,026.30
P1-07	1-16	13,505,830.74	2,502,010.68
P1-07	3-8	13,504,996.34	2,502,758.84
P1-07	JN36	13,505,497.62	2,504,879.99
P1-07	JN35	13,505,191.52	2,504,850.70
P1-07	JN34	13,505,496.57	2,504,421.32
P1-07	JN33	13,505,178.10	2,504,312.91
P1-07	JN32	13,504,906.24	2,504,385.27
P1-07	JN27	13,505,311.50	2,503,975.62
P1-07	JN25	13,504,901.61	2,503,961.31
P1-07	JN24	13,504,519.33	2,503,940.75
P1-07	JN43	13,505,357.40	2,503,783.70
P1-07	JN44	13,505,239.38	2,504,153.79
P1-07	JN45	13,505,416.26	2,503,977.71
P1-07	JN46	13,505,658.21	2,505,218.79
P1-07	JN48	13,504,446.40	2,505,167.36
P1-07	JN49	13,504,863.93	2,505,532.30
P1-07	JN50	13,505,265.94	2,505,188.98
P1-07	JN47	13,504,053.67	2,505,099.77
P1-07	JN51	13,505,150.40	2,503,972.59
P1-07	CDP1	13,505,360.77	2,503,189.20
P1-07	CDP2	13,505,302.54	2,503,976.40

Project Name: Weesatche
Permit Number: 123B
Inspection Date: August 14, 2008

VI. Photographs

Photo 1: Borehole 2-07-10 on Colbert lease.

Photo 2: Site restoration at borehole 2-07-13.

Project Name: Weesatche
Permit Number: 123B
Inspection Date: August 14, 2008

VI. Photographs

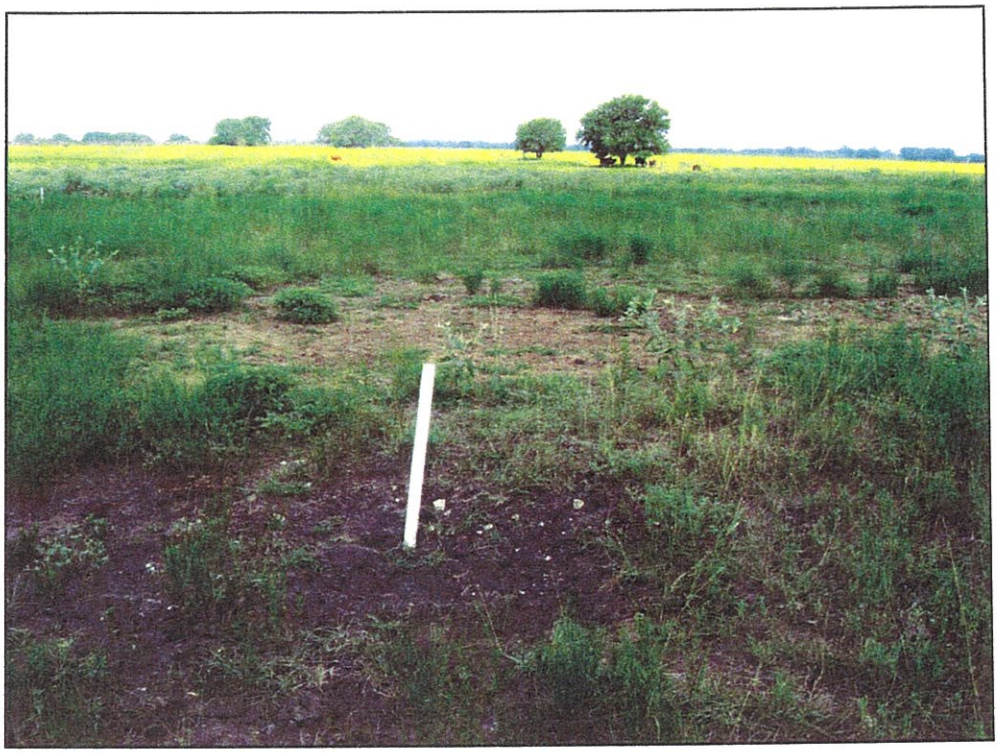

Photo 3: Borehole 32206-43 site restoration.

Photo 4: Borehole P1-07-1-20 with marking stake visible in lower left of photo.

Project Name: Weesatche
Permit Number: 123B
Inspection Date: August 14, 2008

VI. Photographs

Photo 5: Borehole 32201-N270 on Braquet lease.

Photo 6: Borehole 2-07-6 site restoration.

Project Name: Weesatche
Permit Number: 123B
Inspection Date: August 14, 2008

VI. Photographs

Photo 7: Site restoration at borehole P1-07-JN19.

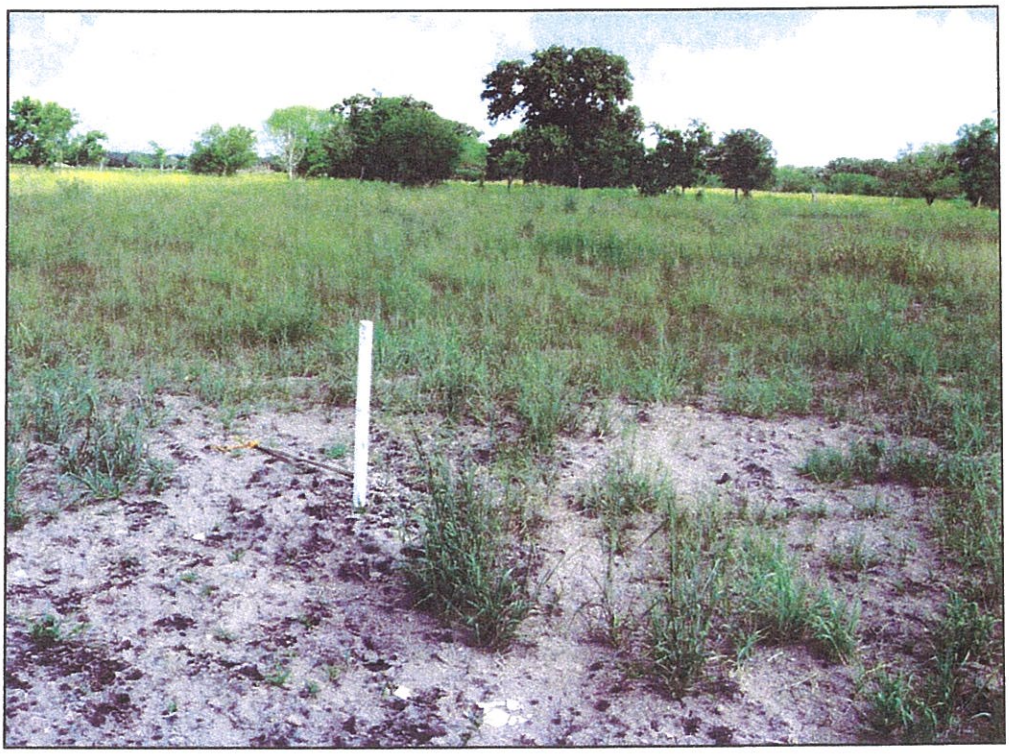

Photo 8: Borehole 32201-N247

Project Name: Weesatche
Permit Number: 123B
Inspection Date: August 14, 2008

VI. Photographs

Photo 9: Borehole P1-07-JN27.

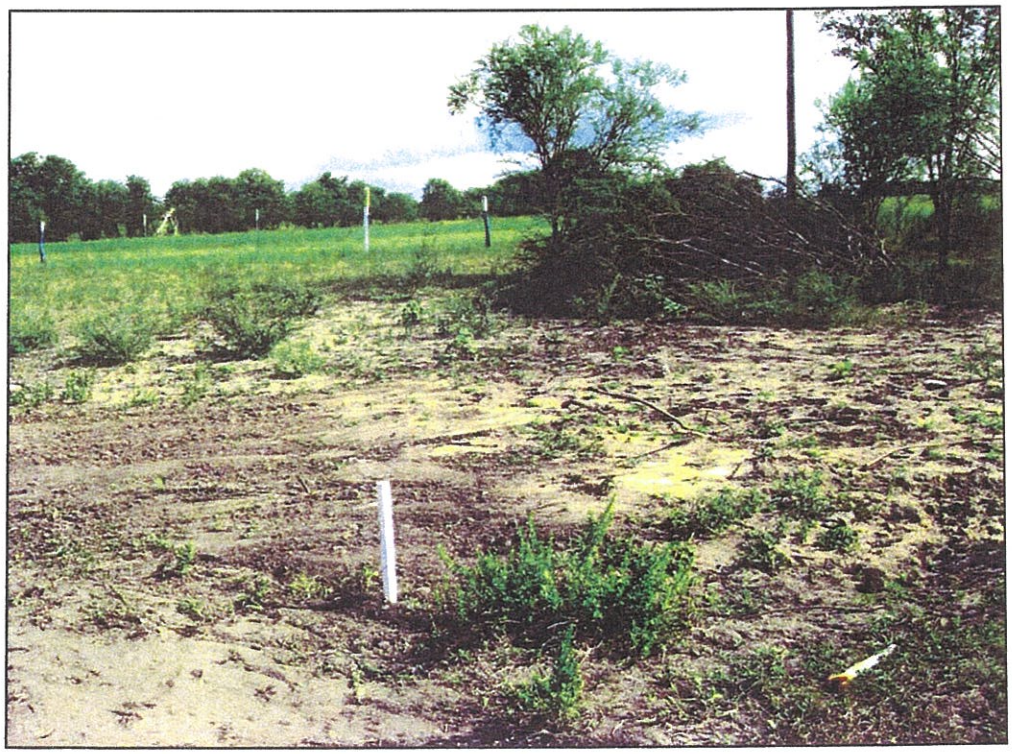

Photo 10: Fresh site restoration at P1-07-JN47.

Project Name: Weesatche
Permit Number: 123B
Inspection Date: August 14, 2008

VI. Photographs

Photo 11: Re-vegetation at borehole location on Jacobs lease.

MICHAEL L. WILLIAMS, *CHAIRMAN*
VICTOR G. CARRILLO, *COMMISSIONER*
ELIZABETH A. JONES, *COMMISSIONER*

MELVIN B. HODGKISS, P.E., *DIRECTOR*

RAILROAD COMMISSION OF TEXAS

SURFACE MINING AND RECLAMATION DIVISION

October 1, 2008

Mr. Josh Leftwich
Environmental Manager
Uranium Energy Corporation (UEC)
400 Mann Street, Suite 900
Corpus Christi, Texas 78401

RE: Weesatche Project, Goliad County
Uranium Exploration Permit No. 123B
Inspection Report

Dear Mr. Leftwich:

Enclosed is a copy of the report for the inspection completed on September 17-18, 2008, at UEC's Weesatche Project, Goliad County.

If you have any questions, please contact me at (512) 305-8813.

Sincerely,

Mark Schlimgen, Manager
Inspection and Enforcement

MS/sdj
Enclosure

RAILROAD COMMISSION OF TEXAS
SURFACE MINING AND RECLAMATION DIVISION
URANIUM EXPLORATION INSPECTION REPORT

Project Name: Weesatche Permit Number: 123B

Permittee: UEC County: Goliad

Industry Representative(s) Present: John Pollock

Inspector: Steve Meadows Date of Inspection: September 17-18, 2008

I. Field Conditions and Data Collection

Samples Collected: No ☒ Yes ☐ Sample Type: Water ☐ Soil ☐ Vegetation ☐

Average Temperature 85 Soil Condition Dry Date Last Rainfall N/A Wind Direction/ Velocity (Est.) Calm

Photographs Attached: No ☐ Yes ☒ (Complete Section IV)

II. Enforcement Action Taken

Notice of Violation Issued: No ☒ Yes ☐ NOV No. _____

Cessation Order Issued: No ☒ Yes ☐ CO No. _____

✓ Steve Meadows 09/29/2008 — Inspector Signature, Date

Mark Schlinger 9-30-08 — Reviewing Supervisor Signature, Date

The Railroad Commission of Texas complies with Federal and State laws applicable to race, religion, national origin, sex, and disability. Information is available upon request by calling (512) 463-7288 or 1-800-735-2989 if special assistance is required.

Project Name: Weesatche
Permit Number: 123B
Inspection Date: September 17-18, 2008

III. Comments – Inspection Narrative

- *Document the area of the permit inspected*
- *Discuss observations made during the inspection*
- *Document the results of any field tests taken*
- *Provide a summary of any discussions with industry representatives, along with results, and expectations from those discussions*
- *Describe any enforcement action taken during the inspection, along with facts or evidence supporting the enforcement action*

A total of 234 exploration boreholes and cased monitor wells were individually inspected for compliance to the regulations and permit requirements on UEC's Permit No. 123A. UEC leases P-207, 33103,33102,33101, 32199, 30898, 32201, 32202, 32206, 30892 and 33100 were visited during this inspection. Most of these areas were subject to previous inspections and this inspection focused on the boreholes and wells completed after those inspections. With the exception of perhaps a dozen recent or in progress boreholes or wells, all locations on UEC Permit No. 123 A have been inspected and found to be incompliance. Photos 1-18 document the site restoration efforts at drill sites ranging from quite recent to those completely re-vegetated. The borehole and well identifications and coordinates are enumerated in the following tables.

Project Name: Weesatche
Permit Number: 123A
Inspection Date: September 17-18-2008

VI. Photographs

Lease P207

Hole ID	EASTING	NORTHING
28	2,504,506.53	13,503,851.42
24	2,504,103.13	13,500,668.69
29	2,504,295.07	13,503,639.59
36	2,504,930.87	13,503,062.42
34	2,504,513.45	13,503,425.10
31	2,504,713.63	13,503,614.57
33	2,504,814.24	13,503,391.60
32	2,505,058.75	13,503,605.54
30	2,505,197.48	13,503,822.23
38	2,504,873.42	13,503,856.08
22	2,504,385.90	13,500,059.70
20	2,504,344.54	13,499,702.44
39	2,504,780.00	13,502,530.00
40	2,504,494.00	13,502,533.00

Lease 33103

Hole ID	EASTING	NORTHING
2	2,506,997.00	13,485,622.00
1	2,507,062.00	13,486,631.00
3	2,507,310.00	13,485,382.00

Lease 33102

Hole ID	EASTING	NORTHING
3 (A)	2,505,168.00	13,498,748.00
2 (C)	2,503,266.00	13,497,963.00
7 (D)	2,503,280.00	13,498,293.00
1 (E)	2,503,277.00	13,498,619.00
5 (F)	2,505,216.00	13,497,704.00
6 (G)	2,504,294.00	13,497,879.00
4 (H)	2,505,156.00	13,498,184.00

Lease 33101

Hole ID	EASTING	NORTHING
4 (E)	2,506,606.00	13,500,727.00
3 (F)	2,506,302.00	13,500,727.00
1 (G)	2,505,938.00	13,499,347.00
2 (M)	2,506,239.00	13,499,352.00
5 (N)	2,507,674.00	13,497,788.00
7 (P)	2,507,279.00	13,498,078.00
6 (Q)	2,507,611.00	13,498,542.00

Project Name: Weesatche
Permit Number: 123A
Inspection Date: September 17-18-2008

VI. Photographs

Lease 32199

Hole ID	EASTING	NORTHING
11	2502645.594000	13492131.551000
17	2503043.811000	13492153.721000
23	2503438.337000	13492150.848000
22	2503440.128000	13492548.408000
16	2503019.167000	13492581.230000
28	2503744.379000	13492553.028000
32	2503246.189000	13492551.773000
7	2503844.277000	13492899.105000
35	2503841.254000	13492724.694000
36	2504041.344000	13492555.180000
37	2503576.116000	13492651.687000
38	2503693.531000	13492904.524000
39	2504964.33	13492759.00
40	2504925.178000	13492387.800000
41	2504318.725000	13492848.620000
42	2504854.595000	13491970.578000
CBP-1	2503830.00	13492902.00
CBP-2	2503849.94	13492901.23
43	2504769.02	13490045.31
44	2504878.00	13491590.47
45	2504844.97	13491195.81
46	2503288.17	13492896.71
CBP-3	2503840.19	13492911

Lease 30898

Hole ID	EASTING	NORTHING
42	2,494,381.65	13,503,634.87
41	2,494,413.90	13,503,500.44
40	2,494,320.66	13,503,549.33
35	2,494,223.98	13,503,545.55
43	2,494,445.66	13,503,421.81
44	2,494,024.18	13,503,519.47
45	2,494,413.20	13,503,319.06
ww2	2,492,962.00	13,505,345.00
46	2,492,963.00	13,505,291.00

Project Name: Weesatche
Permit Number: 123A
Inspection Date: September 17-18-2008

VI. Photographs

Lease 32201

Hole ID	EASTING	NORTHING
N143	2,496,600.15	13,501,155.36
N165A	2,494,962.94	13,501,721.31
N183	2,496,913.71	13,500,067.73
N193	2,494,621.11	13,502,903.13
N247	2,496,671.87	13,500,780.80
N305	2,494,751.97	13,503,234.43
N307	2,496,633.83	13,503,459.88
N313	2,494,978.15	13,503,169.15
N316	2,494,901.10	13,503,028.15
N314	2,495,045.01	13,502,872.61
N318	2,494,550.78	13,503,083.39
N319	2,494,510.08	13,503,009.25
N317	2,494,635.09	13,503,060.13
N321	2,494,056.54	13,502,885.69
N322	2,494,733.94	13,502,667.65
N308	2,495,873.58	13,503,551.45
N309	2,495,412.78	13,503,409.00
N310	2,495,444.76	13,503,563.08
N311	2,495,052.28	13,503,065.94
N312	2,495,098.80	13,503,160.43
32201-CBP1	2,495,746.33	13,501,697.21
N315	2,494,971.00	13,502,911.00
N323	2,494,944.36	13,502,585.22
N325	2,494,541.00	13,502,629.00
N327	2,495,384.00	13,502,130.00
N328	2,495,483.00	13,502,085.00
N329	2,495,616.00	13,501,608.00
N330	2,495,415.00	13,501,375.00
N332	2,496,082.00	13,500,869.00
CBP-2	2,496,148.00	13,501,776.00
32201-BMW1F	2,496,791.96	13,502,271.36
32201-BMW2F	2,496,645.41	13,502,588.05
32201-BMW3F	2,496,380.46	13,502,807.10
32201-BMW4F	2,496,032.63	13,502,789.13
32201-BMW5F	2,495,760.93	13,502,635.09
32201-BMW6F	2,495,378.05	13,502,586.31
32201-BMW7F	2,495,026.31	13,502,600.74
32201-BMW8F	2,494,669.60	13,502,562.78
32201-BMW9F	2,494,410.99	13,502,367.32
32201-BMW10F	2,494,282.34	13,502,007.17

Project Name: Weesatche
Permit Number: 123A
Inspection Date: September 17-18-2008

VI. Photographs

Hole ID	EASTING	NORTHING
32201-BMW11F	2,494,385.56	13,501,669.20
32201-BMW12F	2,494,579.64	13,501,313.03
32201-BMW13F	2,494,835.84	13,501,120.32
32201-BMW14F	2,495,157.65	13,500,996.09
32201-BMW15F	2,495,514.02	13,500,948.73
32201-BMW16F	2,495,855.12	13,500,857.68
32201-BMW17F	2,496,151.78	13,500,720.58
32201-BMW18F	2,496,526.65	13,500,723.96
32201-BMW19F	2,496,791.10	13,500,968.54
32201-BMW20F	2,496,810.20	13,501,341.89
32201-BMW21F	2,496,913.78	13,501,584.21
32201-BMW22F	2,496,880.34	13,501,928.91
32201-OMW1F	2,494,929.81	13,501,996.83
32201-OMW2F	2,495,339.75	13,501,968.22
32201-OMW3F	2,495,172.26	13,501,610.28
32201-OMW4F	2,495,740.24	13,501,972.92
32201-OMW5F	2,495,523.64	13,501,582.73
32201-OMW6F	2,496,158.53	13,502,166.25
32201-OMW7F	2,495,899.80	13,501,548.30
32201-OMW8F	2,496,257.51	13,501,759.51
32201-OMW9F	2,496,250.36	13,501,343.24
32201-PTADF	2,494,621.48	13,503,064.00
32201-PTAUF	2,494,540.37	13,503,190.92
32201-PTDUF	2,494,559.67	13,503,162.02
32201-PTBUF	2,494,456.67	13,503,139.12
32201-PTCUF	2,494,481.19	13,503,113.85
32201-PTBDF	2,494,560.55	13,502,977.64
32201-PTCDF	2,494,583.08	13,502,946.55
32201-PTDDF	2,494,683.75	13,502,962.47
32201-PTW1F	2,495,070.75	13,501,941.81
32201-PTW2F	2,495,458.44	13,501,781.48
32201-PTW3F	2,495,813.75	13,501,638.85
32201-PTW4F	2,496,135.06	13,501,523.62
32201-PTW5F	2,496,180.61	13,502,009.79
32201-PTW6F	2,496,344.20	13,501,426.93
N336	2,495,207.56	13,502,294.00
N337	2,495,076.31	13,502,244.00
N338	2,495,291.93	13,502,211.19
CBP2 (alt)	2,496,108.00	13,501,784.00

Project Name: Weesatche
Permit Number: 123A
Inspection Date: September 17-18-2008

VI. Photographs

Lease 32202

Hole ID	EASTING	NORTHING
235	2,496,644.80	13,504,731.73
229	2,496,838.20	13,503,717.70
228	2,496,636.39	13,503,724.44
234	2,496,732.60	13,504,720.78
233	2,496,826.08	13,504,704.25
232	2,497,644.89	13,503,662.87
220	2,496,944.83	13,504,619.32
219	2,496,849.17	13,504,617.27
226	2,496,431.66	13,504,519.69
227	2,496,383.49	13,503,764.44
218	2,497,240.23	13,503,880.47
225	2,499,242.00	13,503,775.54
224	2,498,794.12	13,503,551.45
223	2,498,803.60	13,503,700.14
222	2,498,812.87	13,503,852.34
221	2,497,754.57	13,503,844.38
rbld-3	2,496,799.19	13,504,437.14
237	2,496,379.90	13,503,620.50
239	2,496,828.89	13,503,875.30
240	2,497,246.00	13,504,084.00
241	2,497,541.00	13,504,052.00
242	2,497,353.00	13,504,162.00
243	2,497,144.00	13,504,190.00
244	2,497,001.00	13,504,783.00
245	2,497,487.00	13,505,238.00
246	2,497,272.00	13,505,053.00
247	2,497,479.00	13,505,088.00
248	2,498,148.00	13,504,080.00
249	2,498,124.00	13,503,753.00
250	2,497,942.00	13,504,015.00
238	2,496,633.02	13,503,614.79
236	2,496,431.00	13,504,520.00
251	2,496,551.00	13,504,681.00
252	2,496,622.00	13,504,598.00
253	2,497,380.00	13,505,008.00

Project Name: Weesatche
Permit Number: 123A
Inspection Date: September 17-18-2008

VI. Photographs

254	2,497,138.00	13,503,798.00
32202-CDP-1	2,496,400.71	13,503,909.91
32202-CAP-1	2,496,746.30	13,504,505.93
255	2,496,510.00	13,504,895.00
256	2,496,823.00	13,505,141.00
257	2,498,517.00	13,504,026.00
258	2,496,623.00	13,503,991.00
259	2,497,371.29	13,504,370.32
260	2,497,590.38	13,504,911.05
263	2,497,770.62	13,505,096.89
264	2,497,664.96	13,505,096.89
CD-3	2,496,858.02	13,504,514.29

Lease 32206

Hole ID	EASTING	NORTHING
49	2,501,102.65	13,502,541.40
51	2,501,237.34	13,502,605.83
50	2,500,959.21	13,502,483.15
52	2,500,721.02	13,502,428.72
54	2,499,891.10	13,503,287.12

Lease 30892

Hole ID	EASTING	NORTHING
139	2,494,839.13	13,503,406.19
138	2,494,796.61	13,503,496.54
129	2,495,053.11	13,503,371.76
132	2,494,896.27	13,503,302.79
133	2,496,162.70	13,504,367.38
137	2,495,641.16	13,503,828.72
136	2,495,591.74	13,503,715.57
131	2,495,247.23	13,503,403.62
134	2,496,234.63	13,504,501.95
130	2,495,150.41	13,503,333.31
CAALT1	2,496,021.32	13,504,169.00
140	2,494,707.92	13,503,398.91
141	2,494,571.10	13,503,421.72
142	2,494,604.27	13,503,320.14
143	2,494,765.97	13,503,305.62
144	2,494,693.41	13,504,068.54
145	2,495,635.00	13,503,829.00
146	2,495,888.00	13,504,231.00
147	2,496,072.00	13,504,398.00
148	2,495,232.00	13,503,351.00

Project Name: Weesatche
Permit Number: 123A
Inspection Date: September 17-18-2008

VI. Photographs

Lease - 33100

Hole ID	EASTING	NORTHING
60	2,501,394.96	13,505,708.73
1 (A)	2,505,133.46	13,502,514.05
10 (P)	2,505,721.45	13,503,666.80
11 (G)	2,505,107.44	13,503,107.15
12 (Q)	2,506,268.92	13,503,631.03
13 (H)	2,505,417.06	13,503,388.54
14 (X)	2,505,601.12	13,504,394.41
15 (O)	2,506,543.71	13,503,337.39
16 (Z)	2,507,434.22	13,504,731.93
17 (S)	2,507,129.74	13,503,882.43
18 (R)	2,506,827.05	13,503,607.14
19 (Y)	2,506,863.69	13,504,709.05
2 (B)	2,505,661.64	13,502,518.17
20 (I)	2,506,233.27	13,503,031.61
21 (T)	2,507,415.84	13,504,146.57
22 (AD)	2,506,957.26	13,505,281.73
23 (AA)	2,507,188.70	13,505,007.51
24 (AC)	2,505,779.96	13,505,245.15
25 (U)	2,506,481.15	13,504,297.05
26 (AG)	2,505,852.27	13,505,579.41
27 (AH)	2,505,118.97	13,502,808.24
28 (AI)	2,505,389.58	13,503,101.72
29 (AJ)	2,505,191.68	13,503,182.64
3 (C)	2,506,225.16	13,502,494.60
4 (D)	2,506,726.75	13,502,519.27
5 (F)	2,505,680.94	13,503,094.30
6 (L)	2,506,881.00	13,502,958.55
7(E)	2,505,961.75	13,502,793.98
8 (V)	2,506,020.99	13,503,932.51
9 (W)	2,505,834.01	13,504,166.27
30 (AB)	2,508,190.23	13,504,859.07
31 (AF)	2,508,354.77	13,504,470.61

Project Name: Weesatche
Permit Number: 123A
Inspection Date: September 17-18-2008

VI. Photographs

Photo 1: Borehole 30892-138 site restoration.

Photo 2: Recent work at borehole 32202-259 on Schrade property.

Project Name: Weesatche
Permit Number: 123A
Inspection Date: September 17-18-2008

VI. Photographs

Photo 3: Site restoration at borehole 33100-3U on Gram property.

Photo 4: Borehole N-336 on Braquet property.

Project Name: Weesatche
Permit Number: 123A
Inspection Date: September 17-18-2008

VI. Photographs

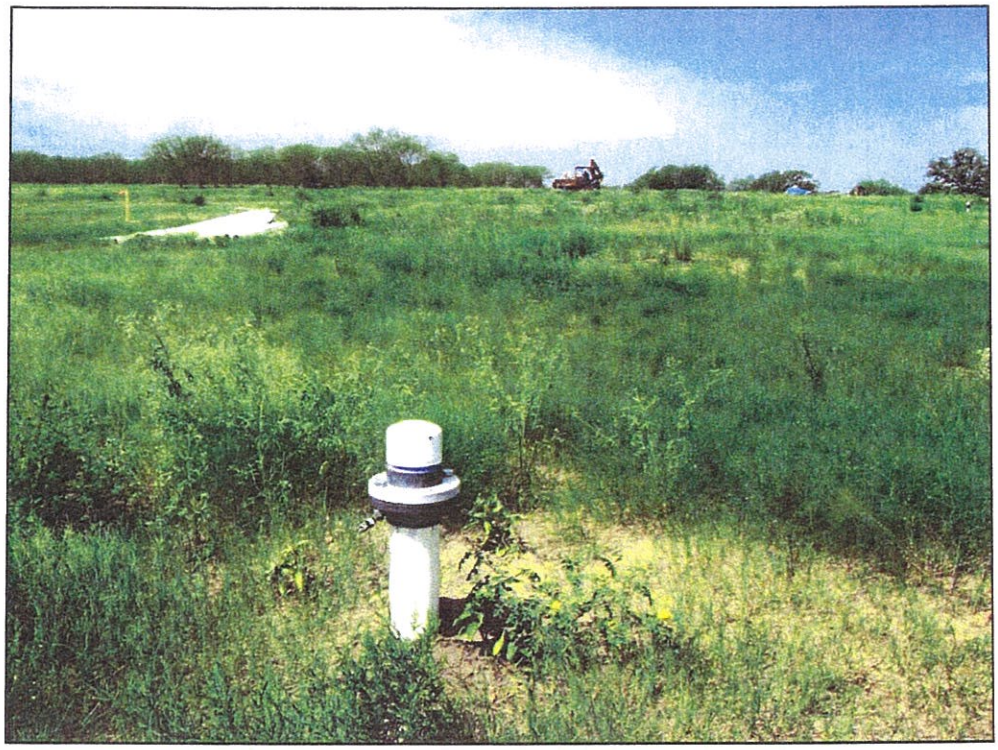

Photo 5: Cased well OMW-4 on Braquet property.

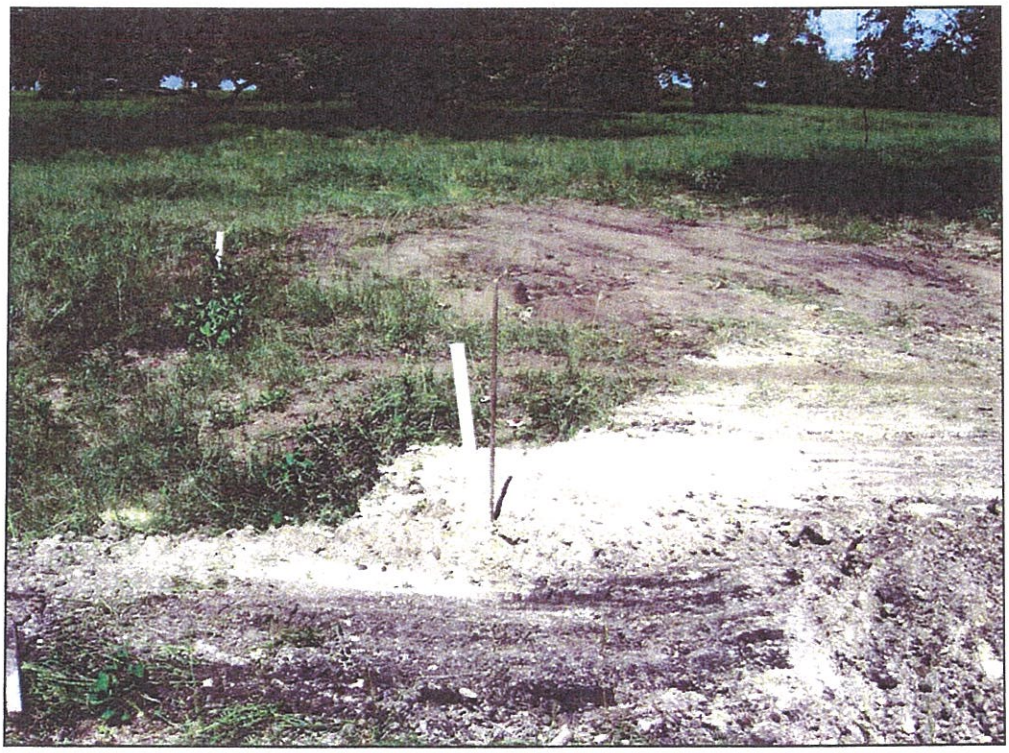

Photo 6: Site restoration in progress at boreholes 30892-134 and 30892-145.

Project Name: Weesatche
Permit Number: 123A
Inspection Date: September 17-18-2008

VI. Photographs

Photo 7: Recent site restoration at borehole 32199-43 on Karnei property.

Photo 8: Site restoration on Karnei property of borehole 32199-37.

Project Name: Weesatche
Permit Number: 123A
Inspection Date: September 17-18-2008

VI. Photographs

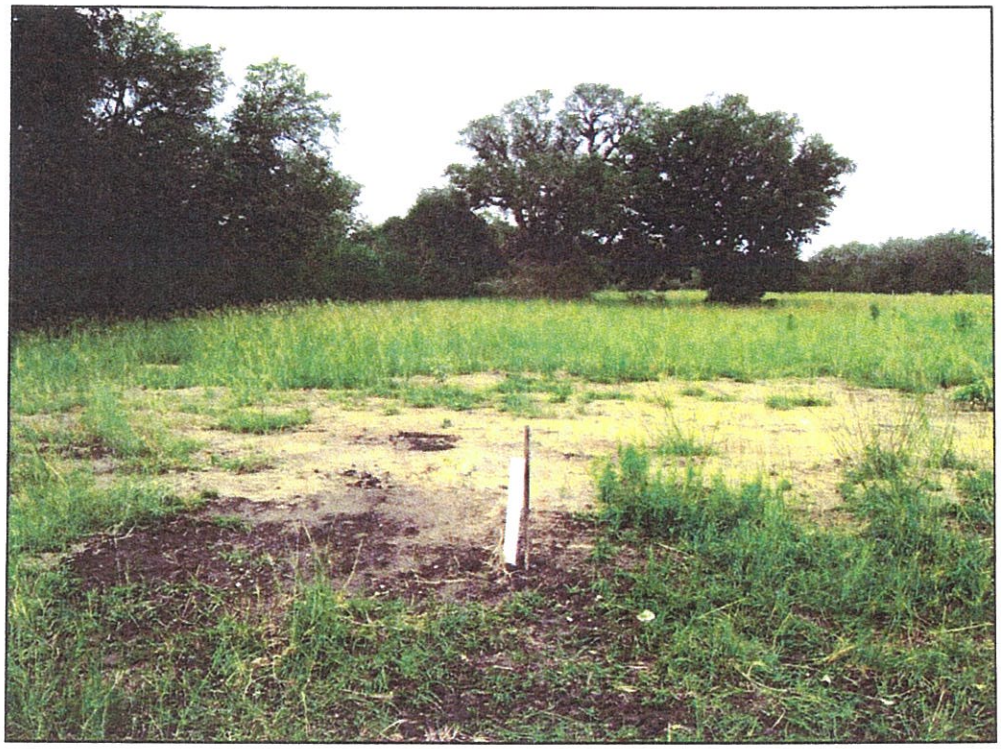

Photo 9: Borehole 32202-238 on Schrade lease..

Photo 10: Borehole 30898-46 on Stanford lease..

Project Name: Weesatche
Permit Number: 123A
Inspection Date: September 17-18-2008

VI. Photographs

Photo 11: Borehole 32206-N-323 on Braquet property.

Photo 12: Re-vegetation at borehole 32206-N-319 on Braquet property.

Project Name: Weesatche
Permit Number: 123A
Inspection Date: September 17-18-2008

VI. Photographs

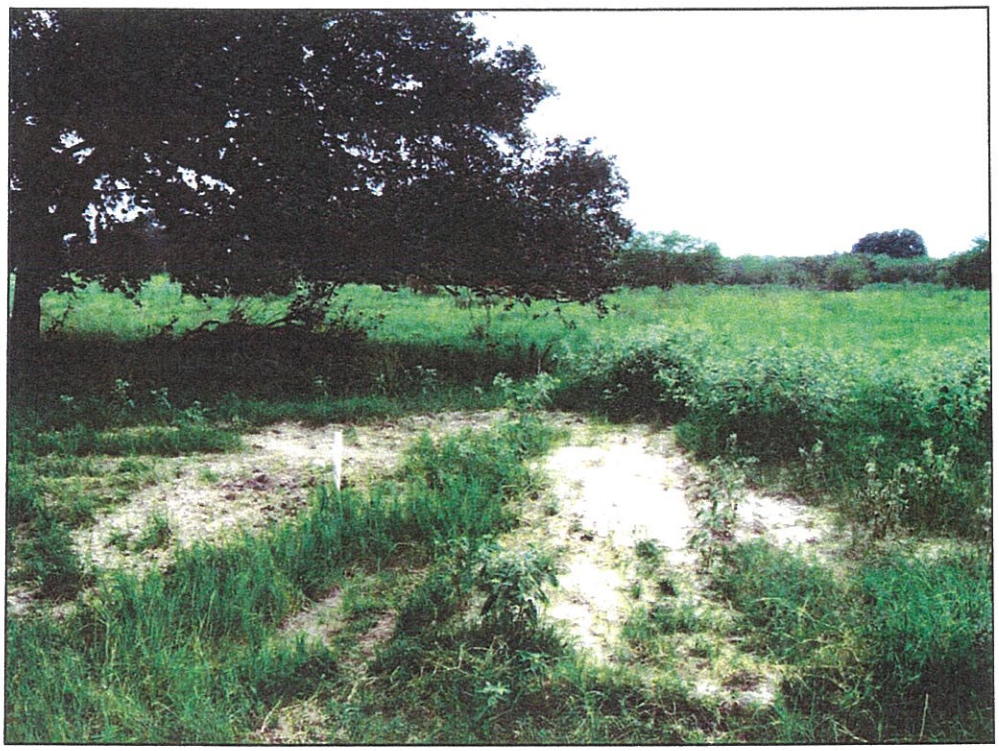

Photo 13: Borehole 33100-25U on Gram lease.

Photo 14: Borehole 33102-5F on South Colvert lease.

Project Name: Weesatche
Permit Number: 123A
Inspection Date: September 17-18-2008

VI. Photographs

Photo 15: Borehole P207-38 on Colvert lease.

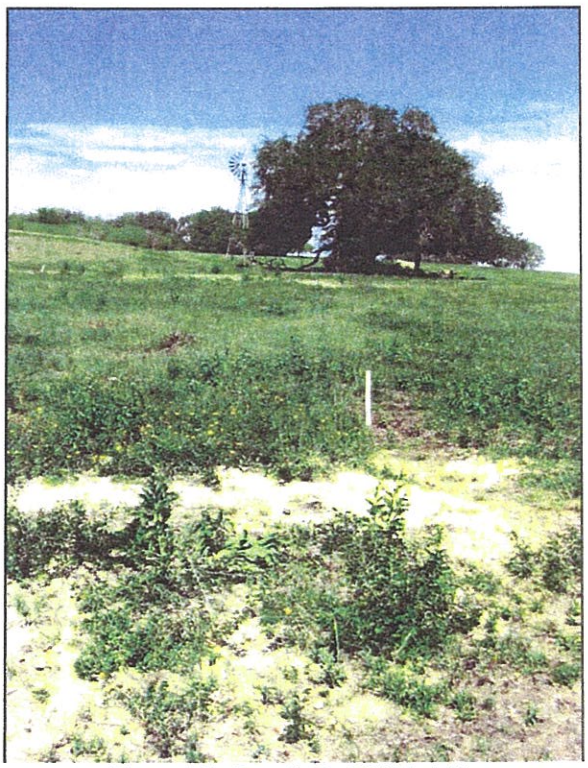

Photo 16: Borehole 30892-140.

Project Name: Weesatche
Permit Number: 123A
Inspection Date: September 17-18-2008

VI. Photographs

Photo 17: Borehole 32202-224 site restoration.

Photo 18: Re-vegetation.

MICHAEL L. WILLIAMS, *CHAIRMAN*
VICTOR G. CARRILLO, *COMMISSIONER*
ELIZABETH A. JONES, *COMMISSIONER*

MELVIN B. HODGKISS, P.E, *DIRECTOR*

RAILROAD COMMISSION OF TEXAS

SURFACE MINING AND RECLAMATION DIVISION

October 27, 2008

Mr. Josh Leftwich
Environmental Manager
Uranium Energy Corporation (UEC)
400 Mann Street, Suite 900
Corpus Christi, Texas 78401

RE: Weesatche Project, Goliad County
Uranium Exploration Permit No. 123B
Inspection Report

Dear Mr. Leftwich:

Enclosed is a copy of the report for the inspection completed on October 16, 2008, at UEC's Weesatche Project, Goliad County.

If you have any questions, please contact me at (512) 305-8813.

Sincerely,

Mark Schlimgen, Manager
Inspection and Enforcement

MS/sdj
Enclosure

RAILROAD COMMISSION OF TEXAS
SURFACE MINING AND RECLAMATION DIVISION
URANIUM EXPLORATION INSPECTION REPORT

Project Name: Weesatche Permit Number: 123B

Permittee: UEC County: Goliad

Industry Representative(s) Present: John Pollock

Inspector: Steve Meadows Date of Inspection: October 16, 2008

I. Field Conditions and Data Collection

Samples Collected: No ☒ Yes ☐ Sample Type: Water ☐ Soil ☐ Vegetation ☐

Average Temperature 70 Soil Condition Wet Date Last Rainfall 10-15-08 Wind Direction/ Velocity (Est.) North at 15

Photographs Attached: No ☐ Yes ☒ (Complete Section IV)

II. Enforcement Action Taken

Notice of Violation Issued: No ☒ Yes ☐ NOV No. _____

Cessation Order Issued: No ☒ Yes ☐ CO No. _____

Steve Meadows 10/24/2008 Mark Salinas 10-24-08

Inspector Signature Date Reviewing Supervisor Signature Date

The Railroad Commission of Texas complies with Federal and State laws applicable to race, religion, national origin, sex, and disability. Information is available upon request by calling (512) 463-7288 or 1-800-735-2989 if special assistance is required.

Project Name: Weesatche
Permit Number: 123B
Inspection Date: October 16, 2008

III. Comments – Inspection Narrative

- *Document the area of the permit inspected*
- *Discuss observations made during the inspection*
- *Document the results of any field tests taken*
- *Provide a summary of any discussions with industry representatives, along with results, and expectations from those discussions*
- *Describe any enforcement action taken during the inspection, along with facts or evidence supporting the enforcement action*

This inspection of UEC's Permit No. 123 focused on the exploration boreholes and cased wells, which have not been previously included on the monthly reports. A total of 4 plugged boreholes, 5 cased monitor wells and a rig water supply well were individually inspected for compliance to the regulations and permit requirements. These 10 drilling locations comprised the last un-inspected boreholes or wells on Permit No. 123B. Cased wells PTW-9, PTW 10, PTW-11, PTW-12 and plugged borehole N-306 were located on the Braquet property and were in progress during the last inspection. On this inspection, I confirmed the coordinates of cased well RBLD-3A located on the Schrade lease. The Halapeska lease included borehole #32208-59 and the core hole CDP1 for which GPS coordinates were unavailable during the preceding inspection. Core hole CD-2 has previously been inspected but was misidentified in the table at that time, the corrected coordinates and identification are included. The coordinates for the rig water supply well on the P-207 lease are also included in the table. Photos 1-7 document the site restoration efforts at these various boreholes and cased monitor wells. According to UEC's information and records of previous inspections by SMRD, all exploration boreholes, core holes, cased wells and rig supply wells on Permit No. 123B have been inspected for compliance to the permit requirements. There is no exploration drilling activity ongoing and none is currently planned according to UEC.

Project Name: Weesatche
Permit Number: 123B
Inspection Date: October 16, 2008

III. Comments – Cont.

Point ID	East (x)	North (y)
N306	2,495,791.55	13,503,058.06
PTW9	2,495,015.61	13,501,662.95
PTW10	2,495,184.31	13,501,886.27
PTW11	2,495,217.94	13,501,731.61
PTW12	2,496,039.23	13,501,415.85
RBLD_3A	2,496,824.29	13,504,446.06
32208-59	2,500,406.91	13,503,812.80
32208-CDP1	2,500,406.20	13,503,806.65
P207 Water Well	2,505,088.24	13,505,065.61
CD-2 (CAALT1)	2,496,021.32	13,504,169.00

Project Name: Weesatche
Permit Number: 123B
Inspection Date: October 16, 2008

VI. Photographs

Photo 1: Rig water supply well P1-07

Photo 2: PTW-9

Project Name: Weesatche
Permit Number: 123B
Inspection Date: October 16, 2008

VI. Photographs

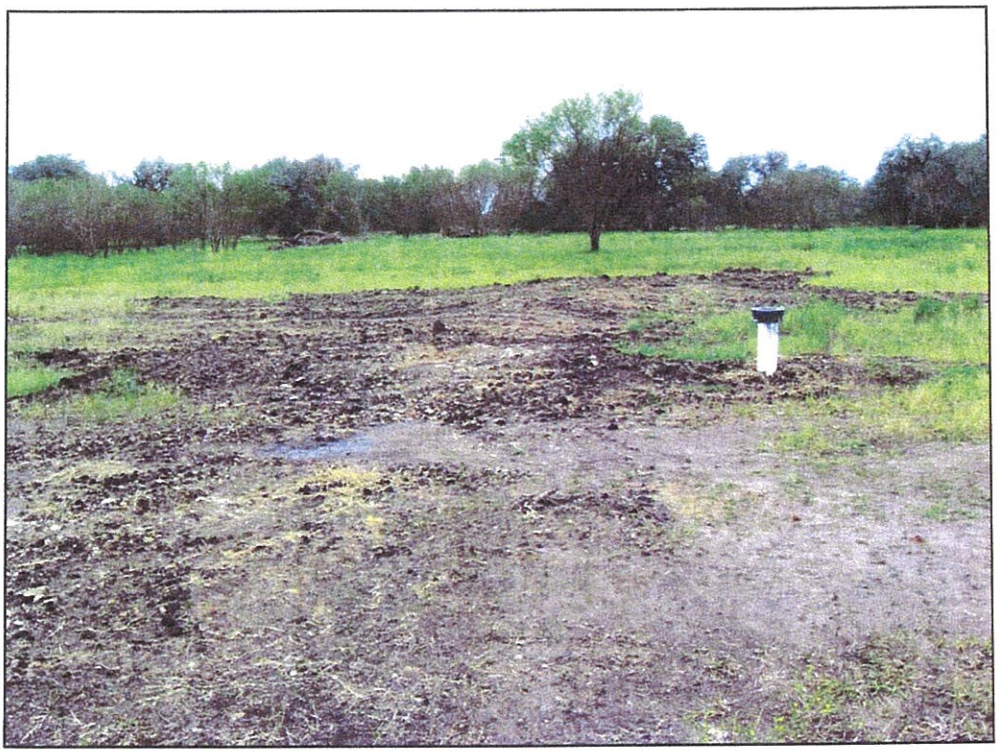

Photo 3: PTW-12

Photo 4: RBLD-3A on Schrade lease.

Project Name: Weesatche
Permit Number: 123B
Inspection Date: October 16, 2008

VI. Photographs

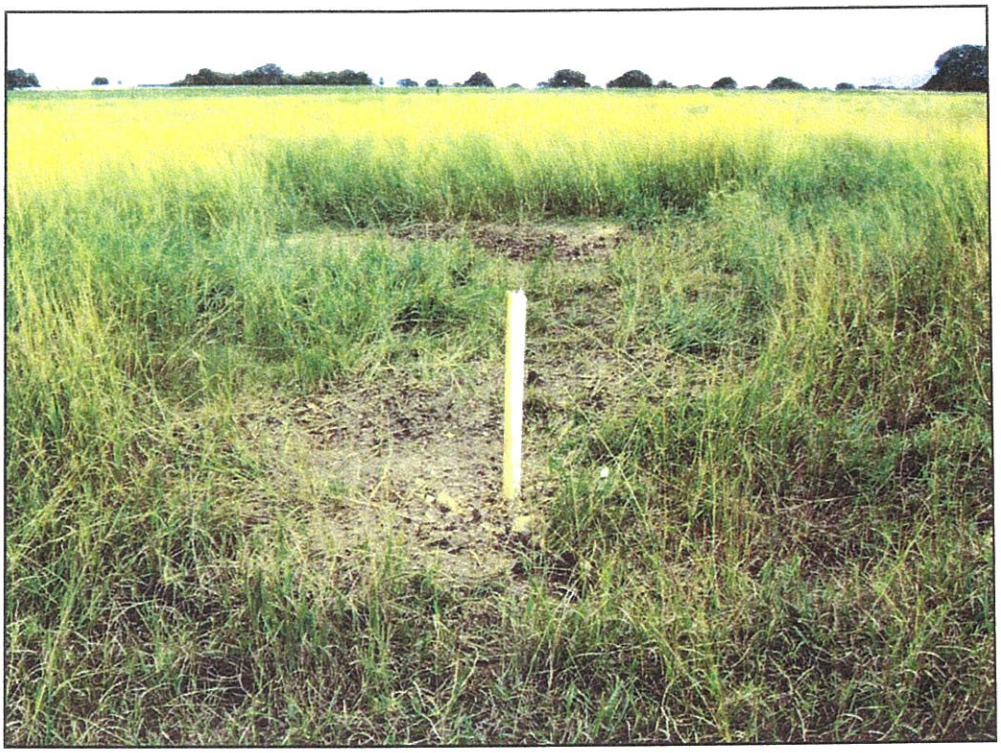

Photo 5: Borehole 32208 CDP-1.

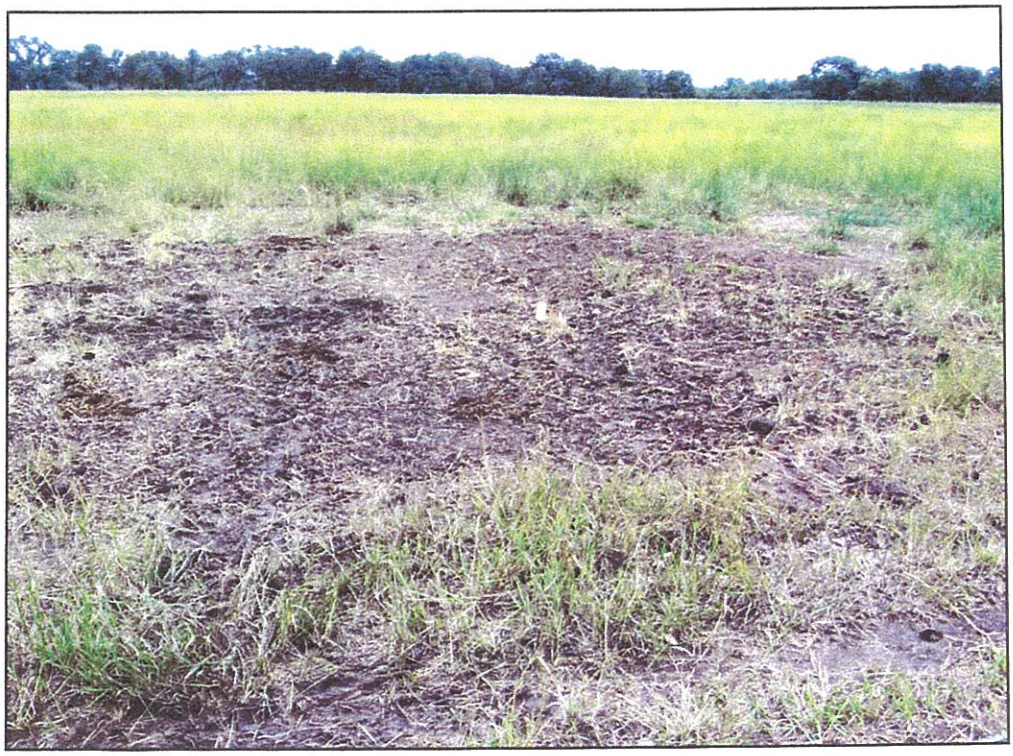

Photo 6: Borehole 32208-59.

Project Name: Weesatche
Permit Number: 123B
Inspection Date: October 16, 2008

VI. Photographs

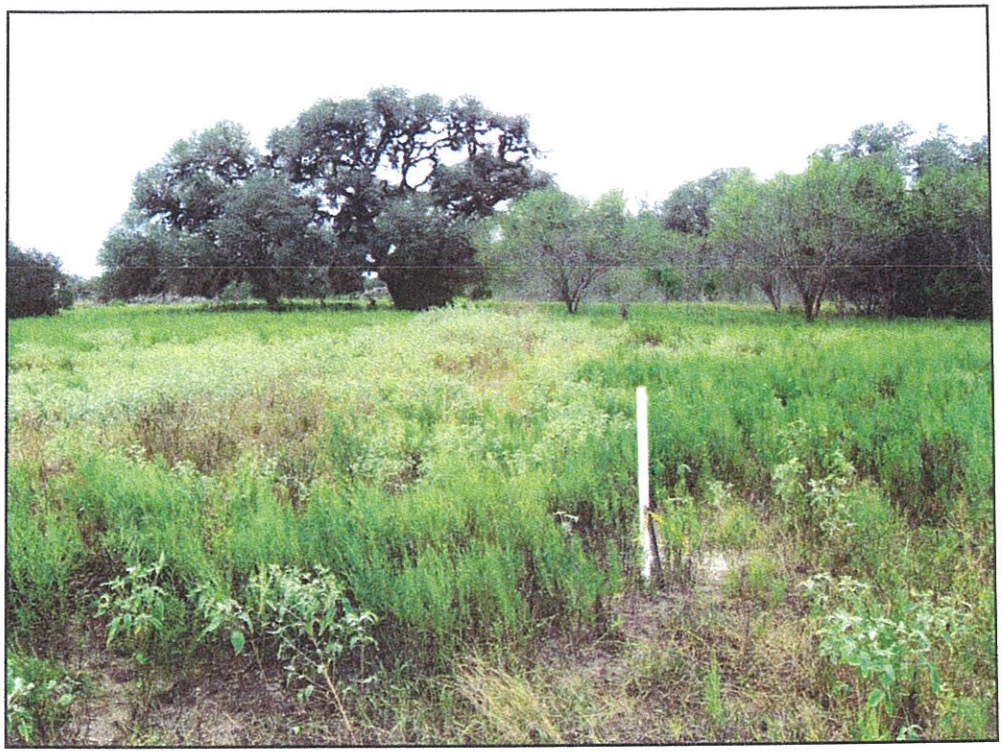

Photo 7: Borehole N-306 on Braquet lease.

MICHAEL L. WILLIAMS, *CHAIRMAN*
VICTOR G. CARRILLO, *COMMISSIONER*
ELIZABETH A. JONES, *COMMISSIONER*

MELVIN B. HODGKISS, P.E., *DIRECTOR*

RAILROAD COMMISSION OF TEXAS

SURFACE MINING AND RECLAMATION DIVISION

November 20, 2008

Mr. Josh Leftwich
Environmental Manager
Uranium Energy Corporation (UEC)
400 Mann Street, Suite 900
Corpus Christi, Texas 78401

RE: Weesatche Project, Goliad County
Uranium Exploration Permit No. 123B
Inspection Report

Dear Mr. Leftwich:

Enclosed is a copy of the report for the inspection completed on November 18, 2008, at UEC's Weesatche Project, Goliad County.

If you have any questions, please contact me at (512) 305-8813.

Sincerely,

Mark Schlimgen, Manager
Inspection and Enforcement

MS/sdj
Enclosure

RAILROAD COMMISSION OF TEXAS
SURFACE MINING AND RECLAMATION DIVISION
URANIUM EXPLORATION INSPECTION REPORT

Project Name: Weesatche Permit Number: 123B

Permittee: UEC County: Goliad

Industry Representative(s) Present: John Pollock

Inspector: Steve Meadows Date of Inspection: November 18, 2008

I. Field Conditions and Data Collection

Samples Collected: No ☒ Yes ☐ Sample Type: Water ☐ Soil ☐ Vegetation ☐

Average Temperature 75 Soil Condition Dry Date Last Rainfall N/A Wind Direction/ Velocity (Est.) Calm

Photographs Attached: No ☐ Yes ☒ (Complete Section IV)

II. Enforcement Action Taken

Notice of Violation Issued: No ☒ Yes ☐ NOV No. _____

Cessation Order Issued: No ☒ Yes ☐ CO No. _____

✓ Steve Meadows 11/19/2008 Mark Schlinger 11-19-08

Inspector Signature Date Reviewing Supervisor Signature Date

The Railroad Commission of Texas complies with Federal and State laws applicable to race, religion, national origin, sex, and disability. Information is available upon request by calling (512) 463-7288 or 1-800-735-2989 if special assistance is required.

Project Name: Weesatche
Permit Number: 123B
Inspection Date: November 18, 2008

III. Comments – Inspection Narrative

- *Document the area of the permit inspected*
- *Discuss observations made during the inspection*
- *Document the results of any field tests taken*
- *Provide a summary of any discussions with industry representatives, along with results, and expectations from those discussions*
- *Describe any enforcement action taken during the inspection, along with facts or evidence supporting the enforcement action*

This inspection of UEC's Permit No. 123 found no exploration drilling in progress anywhere in the permitted area. Pressure tests of cased wells were underway as documented in Photos 1-3. This procedure involves pressuring up of the casing to 110 PSI and monitoring for a period of 10 minutes to verify structural integrity of the downhole assemblies. I witnessed the well testing of well PTW9 located on the Braquet property.

The Braquet and Schrade properties were inspected for progress in site restoration and re-vegetation of drill locations. The recently completed boreholes N-336, 258 and 243 are seen in Photos 4-6 and can be considered typical examples of site restoration and re-vegetation in this area. Little evidence of drilling activity can be seen in Photos 7-8; although the areas pictured contain some dozen or more exploration borehole locations. All cased wells are secured with locks as seen in Photo 9.

Future inspections will focus on site restoration and re-vegetation of drilling locations in other areas of the permitted exploration area.

Project Name: Weesatche
Permit Number: 123B
Inspection Date: November 18, 2008

VI. Photographs

Photo 1: Pressure testing cased well PTW9.

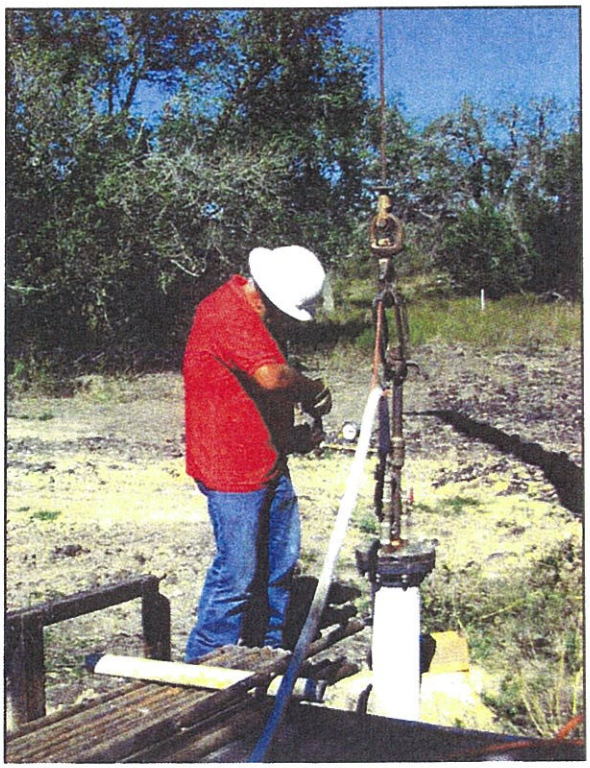

Photo 2: Cased well pressure test.

Project Name: Weesatche
Permit Number: 123B
Inspection Date: November 18, 2008

VI. Photographs

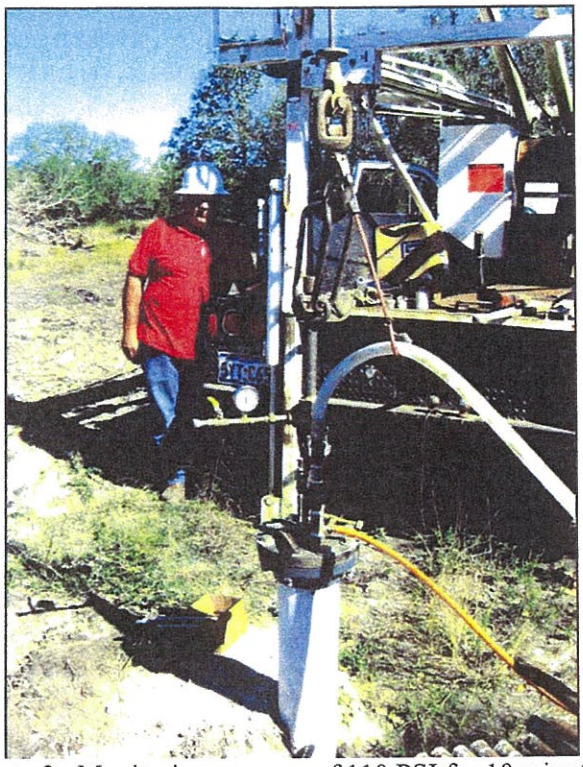

Photo 3: Monitoring pressure of 110 PSI for 10 minutes.

Photo 4: Site restoration at borehole N-336 on Braquet property..

Project Name: Weesatche
Permit Number: 123B
Inspection Date: November 18, 2008

VI. Photographs

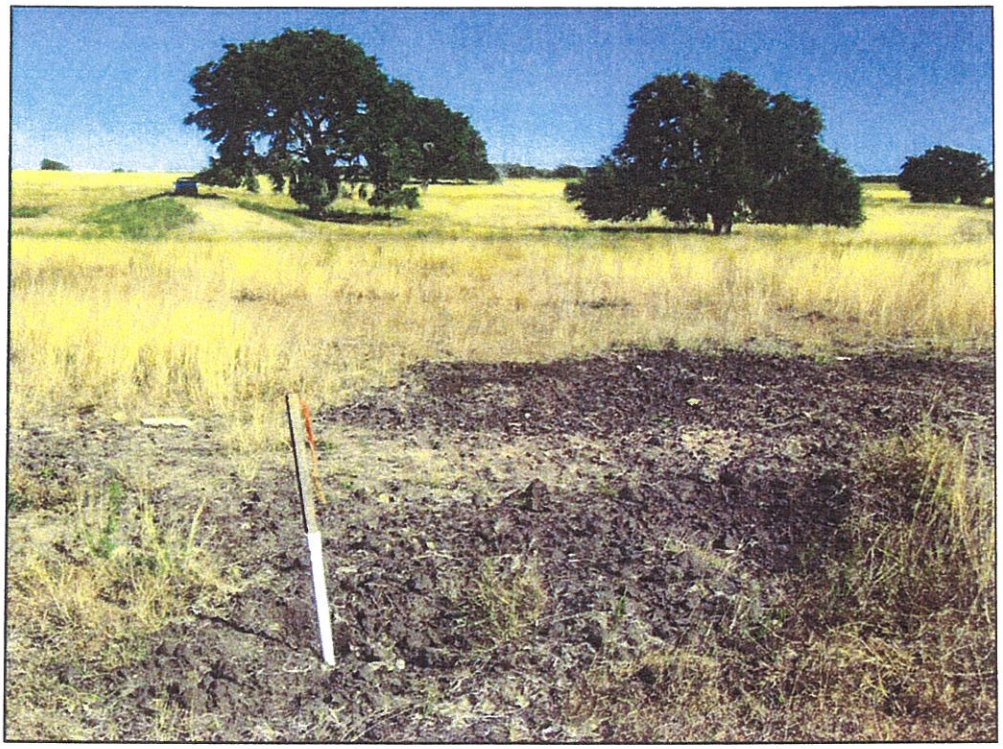

Photo 5: Borehole 258 site restoration on Schrade property.

Photo 6: Borehole 243 on Schrade property.

Project Name: Weesatche
Permit Number: 123B
Inspection Date: November 18, 2008

VI. Photographs

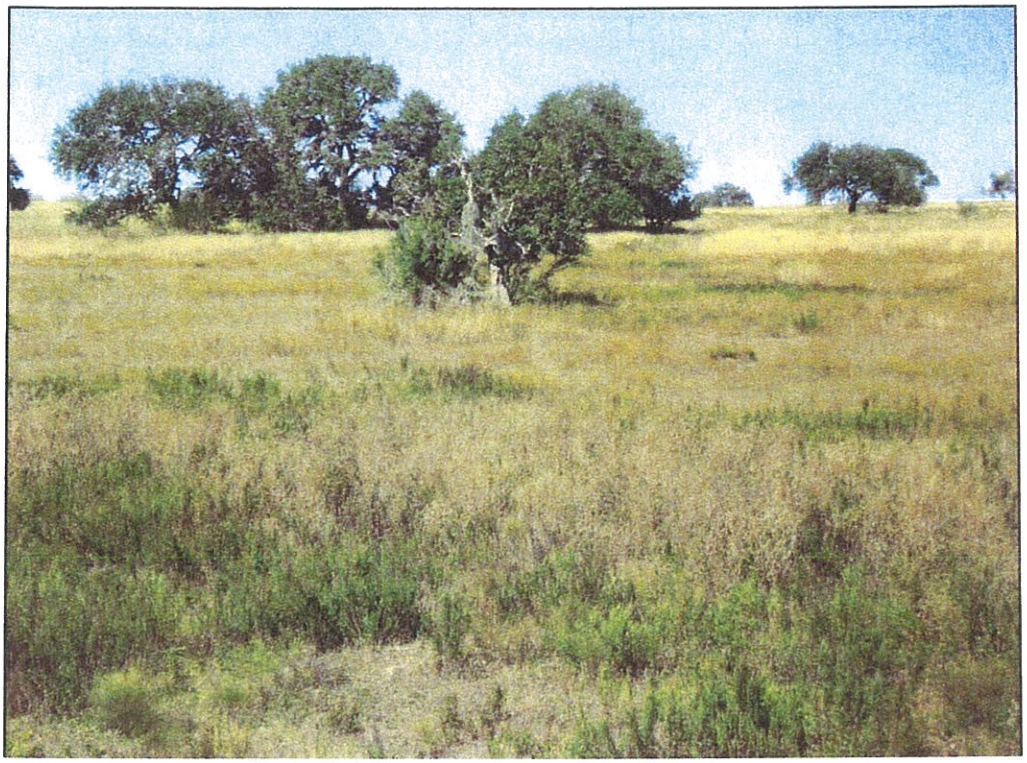

Photo 7: Site restoration on Schrade property.

Photo 8: Cased well and plugged borehole markers on Schradre property.

Project Name: Weesatche
Permit Number: 123B
Inspection Date: November 18, 2008

VI. Photographs

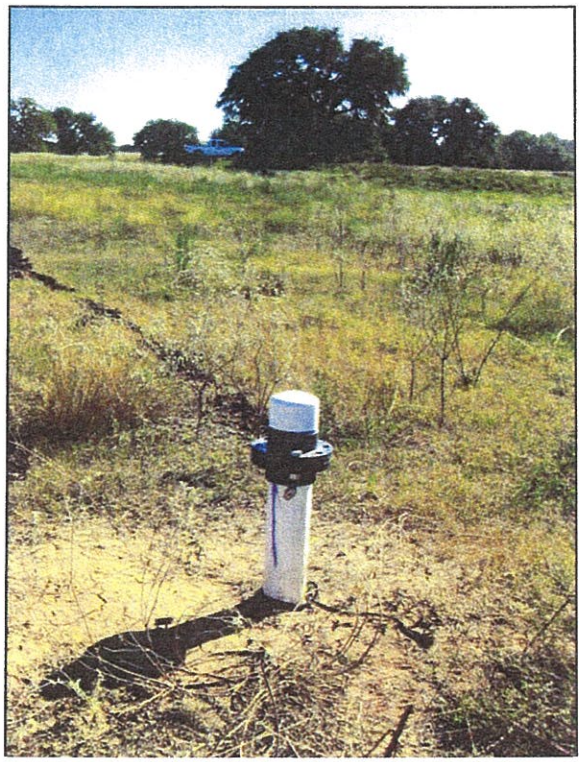

Photo 9: Cased well secured with lock.