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# RAILROAD COMMISSION OF TEXAS

## SURFACE MINING AND RECLAMATION DIVISION

August 28, 2009

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. 123C
**Inspection Report**

Dear Mr. Leftwich:

Enclosed is a copy of the report for the inspection completed on August 29, 2009, 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: 123C

Permittee: UEC County: Goliad

Industry Representative(s) Present: James Gale

Inspector: Steve Meadows Date of Inspection: August 26, 2009

### I. Field Conditions and Data Collection

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

Average Temperature: 90 Soil Condition: Moist Date Last Rainfall: 8-22-09 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 08/28/2009

Inspector Signature Date

Mark Schlinger 8/28/2009

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:** 123C
**Inspection Date:** August 8, 2009

## 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*

Drilling location site restorations located on the Schrade, Colbert, South Colbert and Abramite properties were examined during this inspection of UEC Permit No. 123C. Persistent drought conditions have slowed the advancement of re-vegetation, but recent local precipitation has somewhat alleviated conditions. Photos 1-4 document the advancement of re-vegetation at previously inspected cased wells RBLD-3, RBLD-5, RBLA-5 and RBLA-2 on the Abramite lease in the period from 3-25-09 and 8-26-09. Vegetation change near cased well RBL3-A on the neighboring Schrade property is visible in Photos 5-6 during the period from 11-18-08 to 8-26-09. Essentially unnoticeable are numerous previously inspected exploration borehole drilling locations in the area.

Previously inspected exploration borehole drilling locations on the Colbert and South Colbert are seen in Photos 7-11. No subsidence or incomplete restorations were noted in these areas. A mud pit exhibiting some evidence of subsidence was found on the Abramite property as seen in Photo 12. UEC representative James Gale stated that the problem area would be repaired and equipment to do so is present on the permit.

**Project Name:** Weesatche
**Permit Number:** 123C
**Inspection Date:** August 26, 2009

**VI. Photographs**

Photo 1: Site restoration at cased wells RBLD-3 and RBLD-5 on 3-25-09.

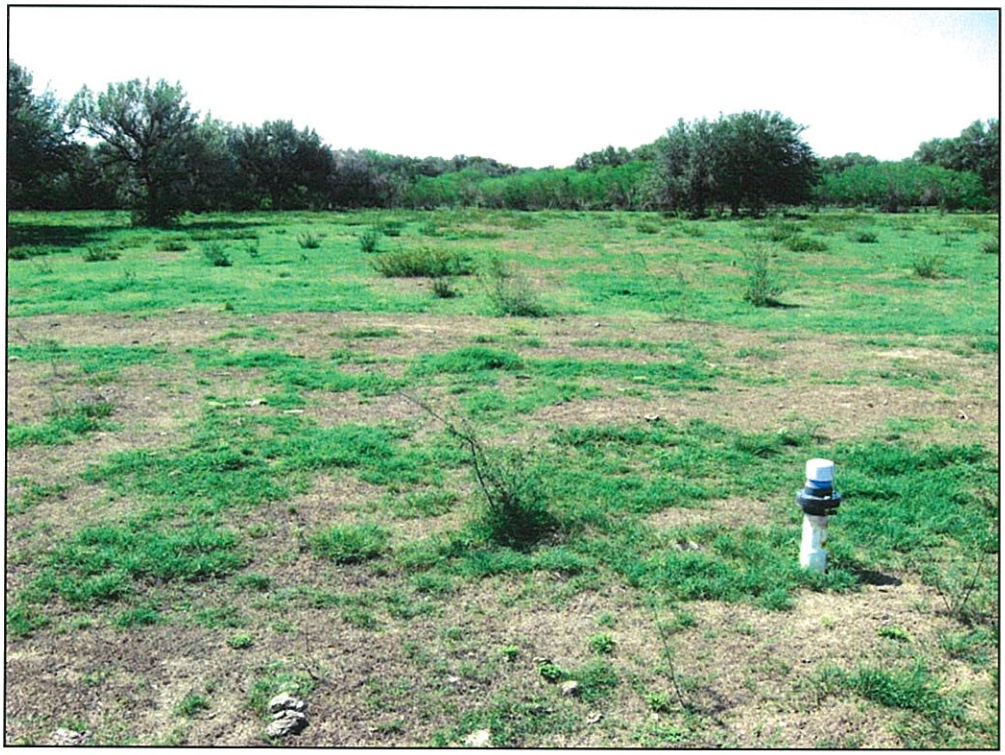

Photo 2: Advancing re-vegetation at RBLD-5 on 8-26-09.

**Project Name:** Weesatche
**Permit Number:** 123C
**Inspection Date:** August 26, 2009

## VI. Photographs

Photo 3: Cased wells RBLA-5 and RBLA-2 on 3-25-09.

Photo 4: Re-vegetation at RBLA-5 and RBLA-2 on 8-26-09.

**Project Name:** Weesatche
**Permit Number:** 123C
**Inspection Date:** August 26, 2009

## VI. Photographs

Photo 5: Cased well RBL3-A on Schrade property on 11-18-08.

Photo 6: Schrade property on 8-26-09 with cased well RBL3-A visible.

**Project Name:** Weesatche
**Permit Number:** 123C
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**VI. Photographs**

Photo 7: Site restoration at marked drilling location on Colbert lease.

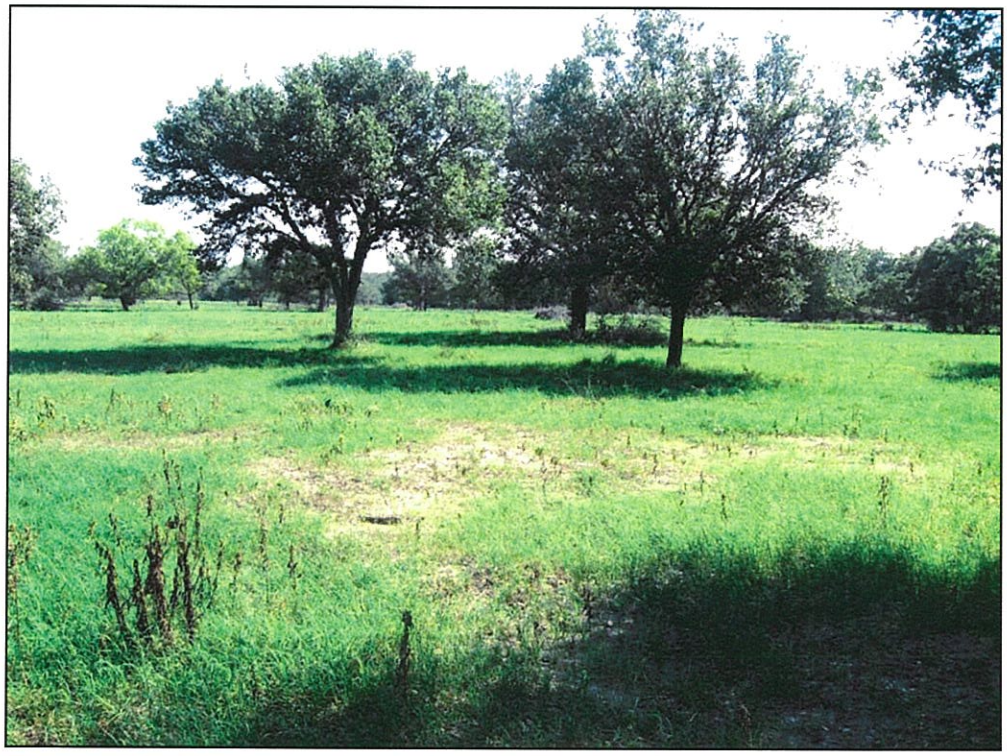

Photo 8: Site restoration at previously inspected drilling location on South Colbert lease.

**Project Name:** Weesatche
**Permit Number:** 123C
**Inspection Date:** August 26, 2009

## VI. Photographs

Photo 9: Previously inspected CD-2 drilling location on Abramite lease.

Photo 10: Site restoration at South Colbert lease drilling location.

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**Permit Number:** 123C
**Inspection Date:** August 26, 2009

## VI. Photographs

Photo 11: Site restoration at South Colbert drilling location.

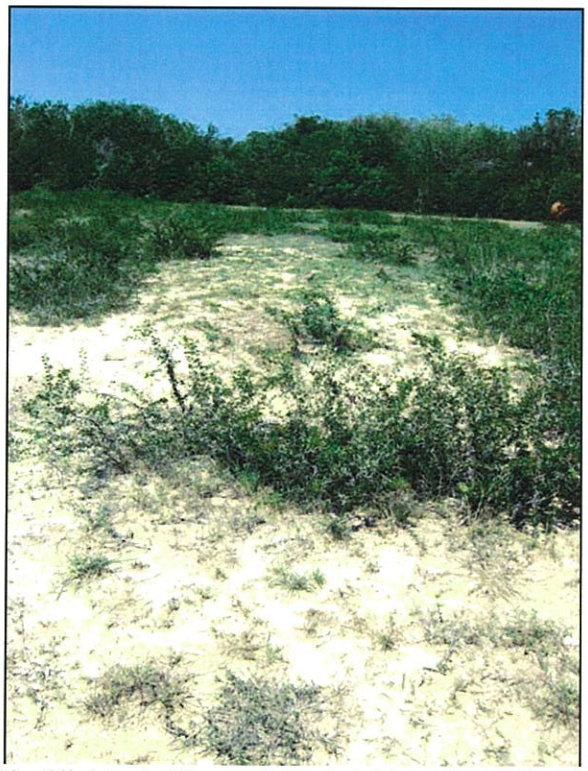

Photo 12: Slight subsidence sighted at Abramite exploration site.