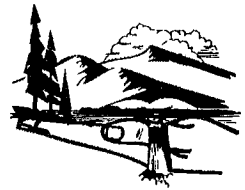




Department of Environmental Quality

To protect, conserve, and enhance the Quality of Wyoming's environment for the benefit of current and future generations.



Matthew H. Mead, Governor

Todd Parfitt, Director

December 20, 2013

Mr. Michael Thomas
Uranerz Energy Corporation
1701 East "E" Street
Casper, WY 82605

RE: Uranerz Energy Corporation – NICH DW-4 Injection Well Permit 10-392
Authorization to inject

Dear Mr. Thomas:

We are in receipt of the documentation of your completion and MIT test results for the NICH DW-4. WDEQ and EPA concur that an aquifer exemption (AE) is not required for the Teapot formation at this location because TDS concentrations exceed 10,000 mg/L. WDEQ and EPA further concur that aquifer AE's are required for the Teckla and the Parkman formations. In a letter dated December 19, 2013 (attached), EPA formally approved the proposed aquifer exemptions for the NICH DW-4.

A review of the existing permit and permit requirements indicates no permit compliance issues. Land Quality Division (LQD) has confirmed that financial assurance for this well is covered under the LQD bond. Therefore, this letter hereby authorizes you to inject according to the conditions and requirements detailed within permit 10-392 which expires on October 22, 2022 (unless extended by the Administrator).

The drilling and completion documentation provided included a step injection test analysis which justifies increasing the limiting surface injection pressure (LSIP) to 1,199 psi. WDEQ concurs that this LSIP is appropriate for DW-4. Your monitoring reports will reflect your new LSIP.

Your cooperation with the UIC Program is sincerely appreciated.

If you have any questions please call Ursula Williams of this office at 675-5643.

Sincerely,

Don Fischer PG #2852
North District Geologic Supervisor
Groundwater Section

Cc: Mark Thiesse, Groundwater Section Manager

