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LOST CREEK ISR, LLC

May 30, 2017

Brian Wood State of Wyoming Department of Environmental Quality - Land Quality Division 510 Meadowview Drive Lander, WY 82520

Re: Notification of Release – 1I407 (Report 27) Lost Creek ISR Project Permit #788

Dear Mr. Wood,

In accordance with Wyoming Department of Environmental Quality Land Quality Division (WDEQ-LQD) regulation, Lost Creek ISR, LLC ("LCI") hereby provides a written report detailing a release of injection fluid that was reportable to WDEQ. Using the spill report webpage, LCI notified WDEQ-Water Quality Division (WQD) of the unplanned release on May 22, 2017 (Incident ID 170522-1414). Additionally, LCI notified WDEQ-LQD (Brian Wood) and NRC (John Saxton) of the release via email on the same day it was reported to the WQD. The volume was initially estimated at approximately 707 gallons based on the area and depth of affected surface. A revised, more conservative volume estimate of 1,100 gallons was determined based on flow rate and duration. The release occurred south of Header House 1-10 at T25N R92W Section 20 NW of NW qtr-qtr.

The release was discovered by the Wellfield Operations Supervisor on the morning of May 22, 2017 which had originated from a leaking fitting on the wellhead piping. The "vic-lock" fitting which connects the U-pipe to the wellhead had leaked for unknown reasons and will be further investigated. The well was shut-in, the fitting was repaired, and the well was then restarted.

If you have any questions regarding this letter or require additional information please feel free to contact me at the Casper Office.

Sincerely,

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Michael D. Gaither

Manager EHS and Regulatory Affairs

Ur-Energy USA, Inc.

Cc: Nancy Williams, LQD District II Supervisor (via e-mail) John Saxton, NRC Project Manager (via e-mail) Bernadette Baca, NRC Region 4 Inspector (via e-mail) Theresa Horne, Ur-Energy, Littleton (via e-mail)

