

COLORADO OFFICE
10758 W. CENTENNIAL RD., STE. 200
LITTLETON, CO 80127
TEL: (866) 981-4588
FAX: (720) 981-5643



WYOMING OFFICE
5880 ENTERPRISE DR., STE. 200
CASPER, WY 82609
TEL: (307) 265-2373
FAX: (307) 265-2801

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 – 11407 (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,

A handwritten signature in blue ink, appearing to read 'Michael D. Gaither', is written over a blue horizontal line.

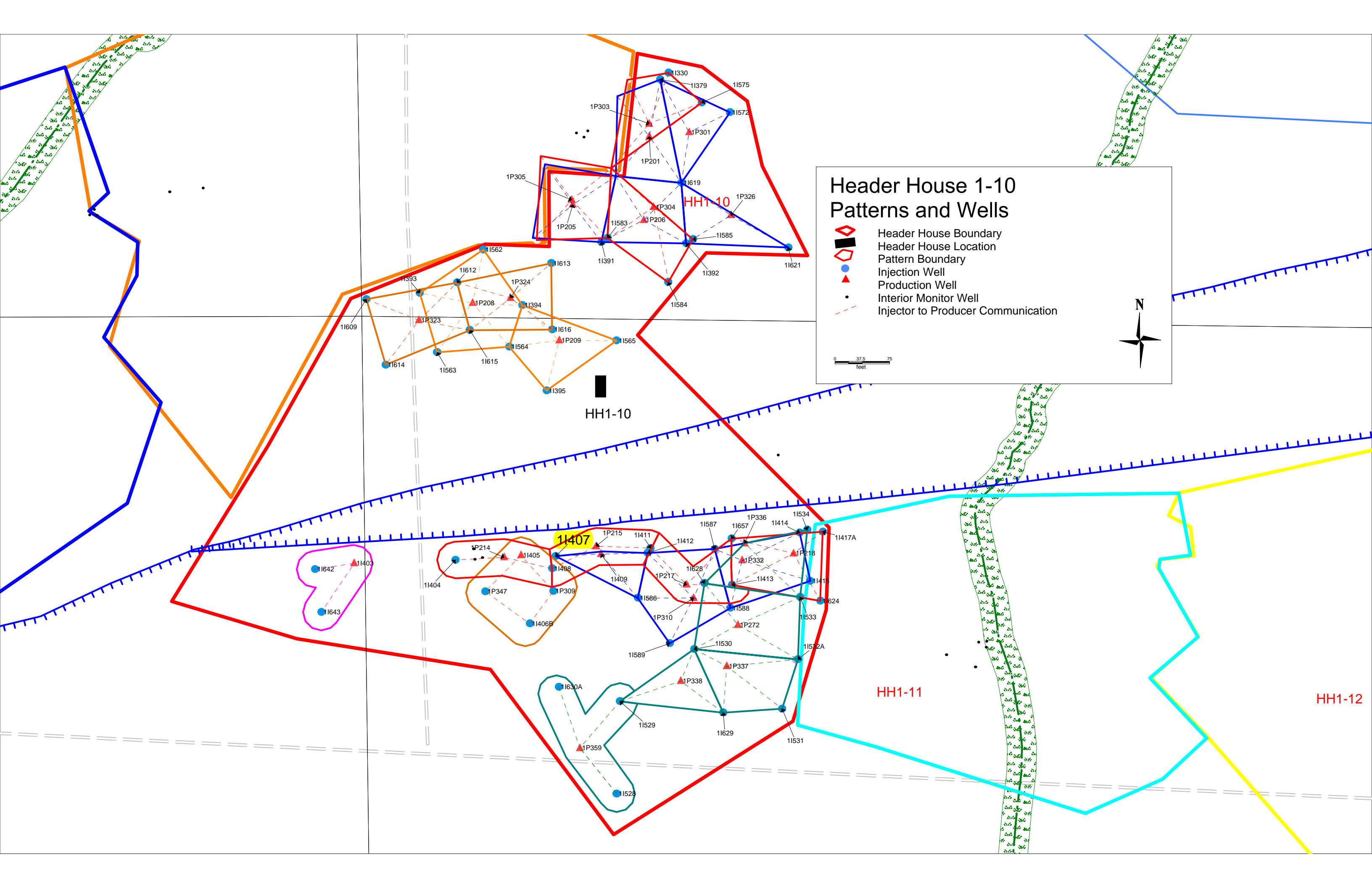
Michael D. Gaither
Manager EHS and Regulatory Affairs
Ur-Energy USA, Inc.

Lost Creek ISR, LLC is a wholly-owned subsidiary of Ur-Energy Inc.

TSX: URE

www.ur-energy.com

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)



Header House 1-10 Patterns and Wells

- Header House Boundary
- Header House Location
- Pattern Boundary
- Injection Well
- Production Well
- Interior Monitor Well
- Injector to Producer Communication

0 37.5 75
feet

N

HH1-10

11407

HH1-11

HH1-12