DEPARTMENT OF ENVIRONMENTAL QUALITY

IN THE MATTER OF
ENERGY FUELS RESOURCES (USA) INC.
– RIM MINE
SW ¼ NW ¼ SECTION 29 T31S R25E
IN SAN JUAN COUNTY, UT

DOCKET NUMBER H12-04
SETTLEMENT AGREEMENT

This SETTLEMENT AGREEMENT (hereinafter the "AGREEMENT") is between
ENERGY FUELS RESOURCES (USA) INC. – RIM MINE (hereinafter the
"OPERATOR") and the DIRECTOR OF THE DIVISION OF WATER QUALITY
(hereinafter the "DIRECTOR"), concerning violations of the Utah Water Quality Act, as
amended 1953 (hereinafter the "ACT"), Utah Code Annotated, and the Utah Administrative
Code.

1. The DIRECTOR has authority to administer the ACT.

2. The UTAH DEPARTMENT OF ENVIRONMENTAL QUALITY (DEQ) has been
delegated authority by the U.S. Environmental Protection Agency (EPA) to administer the
National Pollutant Discharge Elimination System (NPDES) permit program under the
Federal Clean Water Act (CWA).

3. The parties now desire to resolve this matter fully without further administrative
proceedings except to the extent provided herein by entering into this AGREEMENT.
Entering into this AGREEMENT is not an admission of liability or factual allegation set
out in the NOTICE, nor is it an admission of or an agreement to any disputed facts or
disputed legal theories, nor is it an admission of any violation of any law, rule, regulation or
permit by the OPERATOR.

4. The DIRECTOR will administer the terms and provisions of this AGREEMENT.

5. This AGREEMENT resolves the NOTICE OF VIOLATION and ORDER, Docket
Number H12-04 (hereinafter the "NOTICE"), between the OPERATOR and the
DIRECTOR, issued to the OPERATOR on February 28, 2013, by the DIRECTOR. It
does not in any way relieve the OPERATOR from any other obligation imposed under the
Act or any other State or Federal laws.

6. In resolution of said NOTICE referenced in Paragraph 5 of this AGREEMENT, the
OPERATOR agrees to pay a total penalty amount of $1,167.00 within 30 days of the
effective date of this AGREEMENT by check made payable to the State of Utah.
The penalty has been determined using the Penalty Criteria for Civil Settlement Negotiations, Utah Administrative Code ("UAC") R317-1-9, which considers such factors as the nature, severity and extent of the violations, history of noncompliance, degree of willfullness and/or negligence, good faith efforts to comply, and economic benefit.

Submittals required under this AGREEMENT shall be delivered or mailed to the Division of Water Quality, Department of Environmental Quality, 195 North 1950 West, P.O. Box 144870, Salt Lake City, Utah 84114-4870

7. Nothing contained in this AGREEMENT shall preclude the DIRECTOR from taking additional actions to include additional penalties against the OPERATOR for permit violations not resolved by this AGREEMENT.

8. If an agreement between the OPERATOR and the DIRECTOR cannot be reached in a dispute arising under any provision of this AGREEMENT, then the OPERATOR or the DIRECTOR may commence a proceeding with the DEQ under the Administrative Procedures Act to resolve the dispute. A final decision in any adjudicative proceeding shall be subject to judicial review under applicable state law.

9. Nothing in this AGREEMENT shall constitute a waiver by the OPERATOR to raise in defense any legal or factual contention for future allegations of noncompliance.

10. Nothing in this AGREEMENT shall constitute or be considered as a release from any claims, to include natural resource damage claims, cause of action, or demand in law or equity which the STATE may have against the OPERATOR, or any other person, firm, partnership or corporation for any liability arising out of or relating in any way to the release of pollutants to waters of the State.

AGREED to this ____ day of ________________, 2013.

ENERGY FUELS RESOURCES (USA) INC. – RIM MINE

By ____________________________
Authorized Agent

UTAH DIVISION OF WATER QUALITY

By ____________________________
Director

DWQ-2013-003386