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# UEX CORPORATION

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CONDENSED INTERIM CONSOLIDATED  
FINANCIAL STATEMENTS

MARCH 31, 2021

*(Unaudited – Prepared by Management)*

# UEX CORPORATION

Condensed Interim Consolidated Balance Sheets  
As at March 31, 2021 and December 31, 2020  
(Unaudited – Expressed in Canadian Dollars)



	Notes	March 31 2021	December 31 2020
<b>Assets</b>			
<b>Current assets</b>			
Cash and cash equivalents	3	\$ 6,172,087	\$ 7,213,551
Amounts receivable	4, 19	73,833	69,628
Prepays and others		74,995	133,904
		6,320,915	7,417,083
<b>Non-current assets</b>			
Deposits		56,817	6,817
Equipment	5	225,722	234,808
Right-of-use asset	6	136,144	147,814
Mineral properties	7	10,875,960	10,874,382
Investments	8	431,563	404,375
<b>Total assets</b>		<b>\$ 18,047,121</b>	<b>\$ 19,085,279</b>
<b>Liabilities and Shareholders' Equity</b>			
<b>Current liabilities</b>			
Accounts payable and other liabilities	9	\$ 522,115	\$ 254,569
Lease liability - current	10	47,770	46,609
		569,885	301,178
<b>Non-current liabilities</b>			
Lease liability – long term	10	101,424	113,681
<b>Total liabilities</b>		<b>671,309</b>	<b>414,859</b>
<b>Shareholders' equity</b>			
Share capital	11(b)	214,099,773	213,689,932
Share-based payments reserve	11(c)	4,141,678	4,177,000
Accumulated other comprehensive income (loss)		24,563	(2,625)
Deficit		(200,890,202)	(199,193,887)
		17,375,812	18,670,420
<b>Total liabilities and shareholders' equity</b>		<b>\$ 18,047,121</b>	<b>\$ 19,085,279</b>
Nature and continuance of operations	1		
Commitments	11(d)		
Subsequent events	20		
Contingencies	21		

See accompanying notes to the condensed interim consolidated financial statements.

Approved on behalf of the Board and authorized for issue on May 11, 2021.

*“signed”*

Roger M. Lemaitre

Director

*“signed”*

Emmet A. McGrath

Director

# UEX CORPORATION

Condensed Interim Consolidated Statements of Operations and Comprehensive Loss  
For the Three Months Ended March 31, 2021 and 2020  
(Unaudited – Expressed in Canadian Dollars)



		<b>Three-month period ended March 31</b>	
	<b>Notes</b>	<b>2021</b>	<b>2020</b>
Interest income		\$ 8,957	\$ 12,482
Gain on disposal of equipment		300	-
		9,257	12,482
<b>Expenses</b>			
Depreciation		16,536	19,993
Exploration and evaluation expenditures	15	1,273,667	947,683
Filing fees and stock exchange		47,027	39,668
Financing and interest		13,246	8,115
Legal and audit		94,525	45,002
Maintenance		8,904	8,866
Office expenses, net of project surcharges	16	58,171	68,097
Salaries, net of project management fees & CEWS	17, 19	75,235	121,197
Share-based compensation	11(c)	72,912	93,127
Travel and promotion		45,349	42,208
Write down of mineral property	7(iv)	-	2,505
		1,705,572	1,396,461
<b>Loss before income taxes</b>		(1,696,315)	(1,383,979)
Deferred income tax recovery		-	63,532
<b>Loss for the period</b>		\$ (1,696,315)	\$ (1,320,447)
<b>Other comprehensive income (loss)</b>			
Fair value net change on financial assets - FVOCI	8, 13	27,188	(74,562)
<b>Comprehensive loss for the period</b>		\$ (1,669,127)	\$ (1,395,009)
<b>Basic and diluted loss per share</b>	11(b)	\$ (0.004)	\$ (0.003)
<b>Basic and diluted weighted-average number of shares outstanding</b>		452,826,631	394,185,811

See accompanying notes to the condensed interim consolidated financial statements.

# UEX CORPORATION

Condensed Interim Consolidated Statements of Changes in Equity  
For the Three Months Ended March 31, 2021 and 2020  
(Unaudited – Expressed in Canadian Dollars)



	Number of common shares	Share capital	Share-based payments reserve	Accumulated other comprehensive income (loss)	Deficit	Total
<b>December 31, 2019</b>	394,185,811	\$ 206,534,898	\$ 4,435,905	\$ (181,125)	\$ (196,554,406)	\$ 14,235,272
Loss for the three months	-	-	-	-	(1,320,447)	(1,320,447)
Fair value change in financial assets - FVOCI	-	-	-	(74,562)	-	(74,562)
Share-based payment transactions	-	-	106,066	-	-	106,066
Transfer to deficit on cancellation of share purchase options	-	-	(31,202)	-	31,202	-
<b>March 31, 2020</b>	394,185,811	206,534,898	4,510,769	(255,687)	(197,843,651)	12,946,329
Loss for the period	-	-	-	-	(2,310,183)	(2,310,183)
Issued pursuant to private	57,999,809	8,000,000	-	-	-	8,000,000
Share issuance costs	-	(844,966)	186,569	-	-	(658,397)
Fair value change in financial assets - FVOCI	-	-	-	253,062	-	253,062
Share-based payment transactions	-	-	439,609	-	-	439,609
Transfer to deficit on cancellation and expiry of share purchase options	-	-	(959,947)	-	959,947	-
<b>December 31, 2020</b>	452,185,620	213,689,932	4,177,000	(2,625)	(199,193,887)	18,670,420
Loss for the three months	-	-	-	-	(1,696,315)	(1,696,315)
Share issuance costs	-	(2,243)	-	-	-	(2,243)
Stock option exercise	1,082,000	337,024	(114,974)	-	-	222,050
Warrant exercise	417,000	75,060	-	-	-	75,060
Fair value change in financial assets - FVOCI	-	-	-	27,188	-	27,188
Share-based payment transactions	-	-	79,652	-	-	79,652
<b>March 31, 2021</b>	453,684,620	\$ 214,099,773	\$ 4,141,678	\$ 24,563	\$ (200,890,202)	\$ 17,375,812

See accompanying notes to the condensed interim consolidated financial statements.

# UEX CORPORATION

Condensed Interim Consolidated Statements of Cash Flows  
For the Three Months Ended March 31, 2021 and 2020  
(Unaudited – Expressed in Canadian Dollars)



Three-month period ended  
March 31

	Notes	2021	2020
<b>Cash provided by (used for):</b>			
<b>Operating activities</b>			
Loss for the period		\$ (1,696,315)	\$ (1,320,447)
Adjustments for:			
Depreciation		29,833	33,559
Deferred income tax recovery		-	(63,532)
Gain on sale of equipment		(300)	-
Interest income		(8,957)	(12,482)
Interest on lease liabilities	10	2,742	4,291
Share-based compensation	11(c)	79,652	106,066
Write-off of mineral properties	7(iv)	-	2,505
Changes in:			
Amounts receivable		(3,365)	7,963
Prepaid expenses and deposits		8,909	36,313
Accounts payable and other liabilities		267,546	(444,885)
		(1,320,255)	(1,650,649)
<b>Investing activities</b>			
Interest income received		8,117	4,514
Lease receivable		-	15,939
Investment in mineral properties		(1,578)	(600)
Purchase of equipment		(9,077)	(5,555)
Proceeds from sale of equipment		300	-
		(2,238)	14,298
<b>Financing activities</b>			
Lease liability payments	10	(13,838)	(29,608)
Proceeds from exercise of options	11(b)	222,050	-
Proceeds from exercise of warrants	11(b)	75,060	-
Share issuance cost	11(b)	(2,243)	-
		281,029	(29,608)
<b>Change in cash and cash equivalents during the period</b>		(1,041,464)	(1,665,959)
Cash and cash equivalents, beginning of period		7,213,551	3,597,510
<b>Cash and cash equivalents, end of period</b>		\$ 6,172,087	\$ 1,931,551
<b>Supplementary information</b>			
<u>Non-cash transactions</u>			
Decrease in other liabilities due to partial extinguishment of flow-through premiums on renouncements		\$ -	\$ (63,532)
Non-cash share-based compensation included in exploration and evaluation expenditures		6,740	12,939
Depreciation included in exploration and evaluation expenditures		13,297	13,565

See accompanying notes to the condensed interim consolidated financial statements.

# UEX CORPORATION

Notes to the Condensed Interim Consolidated Financial Statements  
For the three-month periods ended March 31, 2021 and 2020  
(Unaudited – Expressed in Canadian Dollars)



## 1. Nature and continuance of operations

UEX Corporation (the “Company”) was incorporated under the Canada Business Corporations Act on October 2, 2001. The Company entered into an agreement with Pioneer Metals Corporation (“Pioneer”) and Cameco Corporation (“Cameco”) to establish the Company as a public uranium exploration company. On July 17, 2002, under a plan of arrangement with Pioneer, Pioneer transferred to the Company its uranium exploration properties and all related assets, including the Riou Lake and Black Lake projects. On the same date, Cameco transferred its Hidden Bay uranium exploration property and certain related assets, in exchange for shares of the Company.

The Company is currently engaged in the exploration and evaluation of its mineral properties located in the province of Saskatchewan. The Company’s shares are listed on the Toronto Stock Exchange under the symbol UEX. The home office and principal address is located at Unit 200 – 3530 Millar Avenue, Saskatoon, Saskatchewan, Canada S7P 0B6. The Company’s registered office is 885 West Georgia Street, 19<sup>th</sup> Floor, Vancouver, British Columbia, Canada V6C 3H4.

The Company is exploring and evaluating its mineral properties and has not yet determined whether its mineral properties contain mineral resources that are economically recoverable. The recoverability of amounts shown for mineral properties is dependent upon the discovery of economically recoverable mineral resources, the ability of the Company to obtain the necessary financing to complete exploration programs and development and upon future profitable production or proceeds from the disposition of its mineral properties. The Company performed an evaluation of impairment indicators under IFRS 6 for its mineral properties as at March 31, 2021 and has concluded that there are no indicators of impairment.

The Company has sufficient financial resources for exploration, evaluation, and administrative costs for at least, but not limited to, twelve months from the end of the reporting period. The Company will require additional financing from time to time and although it has been successful in the past, there is no assurance that it will be able to obtain adequate financing in the future or that such financing will be available on acceptable terms. As at March 31, 2021, the Company had working capital of \$5.8 million of which \$2.6 million is committed to be spent on qualifying expenditures to satisfy flow-through share requirements, leaving \$3.2 million to finance operating activities through the next twelve months and beyond.

On March 11, 2020 the COVID-19 outbreak was declared a pandemic by the World Health Organization. The situation is dynamic and the ultimate duration and magnitude of the impact on the economy and capital markets are not known at this time.

## 2. Significant accounting policies

### (a) Statement of compliance

These unaudited condensed interim consolidated financial statements, including comparative figures have been prepared in accordance with International Accounting Standard (“IAS”) 34 *Interim Financial Reporting*, as issued by the International Accounting Standards Board (“IASB”) and do not include all of the information required for full annual financial statements. These unaudited condensed interim consolidated financial statements should be read in conjunction with the Company’s annual 2020 audited consolidated financial statements which have been prepared in accordance with International Financial Reporting Standards (“IFRS”). These unaudited condensed interim consolidated financial statements of UEX Corporation were reviewed by the Audit Committee and approved and authorized for issue by the Board of Directors on May 11, 2021.

# UEX CORPORATION

Notes to the Condensed Interim Consolidated Financial Statements  
For the three-month periods ended March 31, 2021 and 2020  
(Unaudited – Expressed in Canadian Dollars)



## 2. Significant accounting policies (continued)

### (b) Functional and presentation currency

These unaudited condensed interim consolidated financial statements are presented in Canadian dollars, which is the functional currency of the Company. Transactions in currencies other than the entity's functional currency are recorded at the rate of exchange prevailing on the date of the transaction. Monetary assets and liabilities denominated in foreign currencies at the reporting date are retranslated to the functional currency at the exchange rate at that date. Translation gains and losses are recorded in profit or loss.

### (c) Basis of consolidation

These unaudited condensed interim consolidated financial statements include the accounts of the Company and its wholly owned subsidiary, CoEX Metals Corporation. Subsidiaries are entities controlled by the Company. Control is having power over the entity, rights to variable returns from its involvement with the entity, and the ability to use its power to affect the amount of returns. All intercompany transactions and balances are eliminated on consolidation.

### (d) Use of estimates and judgments

The preparation of unaudited condensed interim consolidated financial statements requires management to make accounting estimates and assumptions requiring judgment in applying the Company's accounting policies. These estimates and assumptions may affect the reported amounts of assets and liabilities and the disclosure of contingent assets and liabilities at the date of these unaudited condensed interim consolidated financial statements and the reported amounts of revenue and expenses during the reporting period.

Estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognized in the period in which the estimates are revised and in any future periods affected. Actual amounts may differ from such estimates. In preparing these unaudited condensed interim consolidated financial statements, the significant judgments made by management in applying the Company's accounting policies and the key sources of estimation uncertainty were the same as those that applied to the Company's financial statements as at and for the year ended December 31, 2020.

### (e) Significant accounting policies

The accounting policies applied by the Company in these unaudited condensed consolidated interim financial statements are the same as those applied by the Company in its consolidated financial statements as at and for the year ended December 31, 2020.

There are no new standards not yet adopted that are expected to have a material impact on the Company's financial statements.

### (f) Reclassification of Comparative Period Presentation

Certain comparative period amounts have been reclassified to conform with the current year's presentation.

# UEX CORPORATION

Notes to the Condensed Interim Consolidated Financial Statements  
For the three-month periods ended March 31, 2021 and 2020  
(Unaudited – Expressed in Canadian Dollars)



## 3. Cash and cash equivalents

		March 31 2021		December 31 2020
Cash	\$	5,612,087	\$	6,653,551
Short-term deposits		560,000		560,000
	\$	6,172,087	\$	7,213,551

At March 31, 2021, \$2,623,690 (December 31, 2020 - \$3,757,154) of the Company's cash and cash equivalents is to be spent on qualifying exploration expenditures to satisfy the Company's flow-through share commitments (Note 11(d)).

## 4. Amounts receivable

		March 31 2021		December 31 2020
Interest receivable	\$	5,056	\$	4,216
Goods and services tax receivable		53,959		47,714
Canadian Emergency Wage Subsidy receivable (Note 19)		14,818		17,698
	\$	73,833	\$	69,628

Interest receivable reflects unpaid interest earned on short-term deposits and savings accounts.

## 5. Equipment

	Exploration camp	Exploration equipment	Computing equipment	Furniture and fixtures	Total
<b>Cost</b>					
Balance at December 31, 2019	\$ 87,819	\$ 490,128	\$ 336,169	\$ 91,908	\$ 1,006,024
Additions	162,844	-	573	-	163,417
Disposals	-	-	(59,411)	(4,308)	(63,719)
Balance at December 31, 2020	250,663	490,128	277,331	87,600	1,105,722
Additions	6,321	-	2,756	-	9,077
Disposals	-	-	(1,001)	-	(1,001)
Balance at March 31, 2021	\$ 256,984	\$ 490,128	\$ 279,086	\$ 87,600	\$ 1,113,798
<b>Accumulated depreciation</b>					
Balance at December 31, 2019	\$ 70,656	\$ 456,339	\$ 258,658	\$ 74,697	\$ 860,350
Depreciation	8,780	16,392	34,493	14,618	74,283
Disposals	-	-	(59,411)	(4,308)	(63,719)
Balance at December 31, 2020	79,436	472,731	233,740	85,007	870,914
Depreciation	8,595	2,720	6,120	728	18,163
Disposals	-	-	(1,001)	-	(1,001)
Balance at March 31, 2021	\$ 88,031	\$ 475,451	\$ 238,859	\$ 85,735	\$ 888,076
<b>Net book value</b>					
Balance at December 31, 2020	\$ 171,227	\$ 17,397	\$ 43,591	\$ 2,593	\$ 234,808
Balance at March 31, 2021	\$ 168,953	\$ 14,677	\$ 40,227	\$ 1,865	\$ 225,722



# UEX CORPORATION

Notes to the Condensed Interim Consolidated Financial Statements  
For the three-month periods ended March 31, 2021 and 2020  
(Unaudited – Expressed in Canadian Dollars)



## 6. Right-of-use asset

	Offices
Balance at December 31, 2019	\$ 194,492
Depreciation	(46,678)
Balance at December 31, 2020	147,814
Depreciation	(11,670)
Balance at March 31, 2021	\$ 136,144

The Company leases property for its office in Saskatoon, which has been capitalized as a right-of-use asset under IFRS 16. See Note 10 for associated lease liability.

## 7. Mineral properties

Exploration and evaluation assets – acquisition costs

	Hidden Bay (i)	Horseshoe- Raven (ii)	West Bear (iii)	Black Lake (vi)	Christie Lake (viii)	Other (iv)	Total
<b>Balance at December 31, 2019</b>	\$ 3,692,310	\$ 351,351	\$ 444,345	\$ 359,385	\$ 6,000,000	\$ 25,518	\$ 10,872,909
Additions	-	-	600	-	-	3,378	3,978
Impairment charge for the year	-	-	-	-	-	(2,505)	(2,505)
<b>Balance at December 31, 2020</b>	3,692,310	351,351	444,945	359,385	6,000,000	26,391	10,874,382
Additions	-	-	1,578	-	-	-	1,578
<b>Balance at March 31, 2020</b>	\$ 3,692,310	\$ 351,351	\$ 446,523	\$ 359,385	\$ 6,000,000	\$ 26,391	\$ 10,875,960

The Company's mineral property interests include both 100% owned projects as well as joint operations in which the Company has less than 100% ownership. The joint operations are governed by contractual arrangements but have not been organized into separate legal entities or vehicles.

The joint arrangements that the Company is party to in some cases entitle the Company to a right of first refusal on the projects should one of the partners choose to sell their interest. The joint arrangements are governed by a management committee which sets the annual exploration budgets for these projects. Should the Company be unable to, or choose not to, fund its required contributions as outlined in the agreement, there is a risk that the Company's ownership interest could be diluted. As a result of decisions to fund exploration programs for the joint arrangements, the Company may choose to complete further equity issuances or fund these amounts through the Company's general working capital.

# UEX CORPORATION

Notes to the Condensed Interim Consolidated Financial Statements  
For the three-month periods ended March 31, 2021 and 2020  
(Unaudited – Expressed in Canadian Dollars)



## 7. Mineral properties (continued)

Exploration and evaluation assets (continued)

### 100% owned projects

#### (i) Hidden Bay Project

The Company's 100% owned Hidden Bay Project includes exploration areas Tent Seal, McClean South, Shamus, Rabbit West, Wolf Lake, Rhino, Dwyer, and is located in the eastern Athabasca Basin of northern Saskatchewan, Canada.

#### (ii) Horseshoe-Raven Project

The Company's 100% owned Horseshoe-Raven Project includes the Horseshoe and Raven Deposits and is located in the eastern Athabasca Basin of northern Saskatchewan, Canada.

#### (iii) West Bear Project

The West Bear Project lands host the West Bear Cobalt-Nickel Deposit and the West Bear Uranium Deposit and are 100% owned by UEX, with the exception of Mineral Lease 5424 which is a joint arrangement between UEX (77.961%), Empresa Nacional Del Uranio S.A. (7.548%), Nordostschweizerische Kraftwerke A.G. (7.548%) and Encana (6.944%).

The Umpherville River mineral claims that are included as part of the West Bear Project are subject to a 2% net smelter return royalty ("NSR") on 20% of the project for each mineral produced (equivalent to a 0.4% NSR on the total project) with the NSR on uranium capped at \$10 million.

On March 7, 2018, UEX purchased a single 890 hectare claim from Denison Mines Corp. ("Denison") which was incorporated into the West Bear Project. This claim is subject to a 1.5% NSR royalty to Denison which can be purchased anytime for a cash payment of \$950,000.

In June 2020, UEX staked two claims immediately east of, and adjacent to, West Bear, which now have been incorporated into the project.

In February 2021, UEX staked one claim immediately south of, and adjacent to, West Bear which now have been incorporated into the project.

#### (iv) Other Projects

UEX acquired Christie West, Key West, Axis Lake and George Lake via staking, the costs of which have been capitalized.

The Christie West Project is comprised of two claims adjacent to the Christie Lake Project. An ownership position in these claims was offered to JCU (Canada) Exploration Company Limited ("JCU"), who elected not to participate in these two claims.

The Key West Project is comprised of five claims west of, and adjacent to, Cameco's Key Lake Uranium Operation.

The Axis Lake property is located just north of the Riou Lake and Black Lake Projects in the Northern Athabasca Basin.

# UEX CORPORATION

Notes to the Condensed Interim Consolidated Financial Statements  
For the three-month periods ended March 31, 2021 and 2020  
(Unaudited – Expressed in Canadian Dollars)



## 7. Mineral properties (continued)

Exploration and evaluation assets (continued)

### 100% owned projects (continued)

#### (iv) Other Projects (continued)

The George Lake property is located 45 kilometers east of the West Bear Project.

The Company holds a 100% interest in the Riou Lake Project located in the northern Athabasca Basin. Original mineral property acquisition costs associated with the Riou Lake Project were written off due to a lack of ongoing exploration activity. UEX continues to maintain several Riou Lake claims in good standing, with nominal re-staking fees for Riou Lake included in mineral property costs. In April 2020 UEX decided to let four Riou Lake claims lapse and wrote off the cost of staking (2020 - \$2,505). In June 2020, UEX re-staked some of the lands that expired in April 2020. A total of 8 claims were acquired.

Also included in these acquisition costs are nominal staking fees for claims that were incorporated into the Western Athabasca Projects.

### Joint operations

UEX is party to the following joint arrangements:

	March 31, 2021 and December 31, 2020				
<u>Ownership interest (%)</u>	<u>UEX</u>	<u>Orano</u>	<u>JCU</u>	<u>ALX</u>	<u>Total</u>
<i>Beatty River</i>	22.0444	56.5303	21.4253	-	100.0000
<i>Black Lake</i>	51.4260	8.574	-	40.0000	100.0000
<i>Christie Lake</i>	65.5492	-	34.4508	-	100.0000
<i>Western Athabasca</i>					
<i>Alexandra</i>	21.0482	78.9518	-	-	100.0000
<i>Brander</i>	49.0975	50.9025	-	-	100.0000
<i>Erica</i>	49.0975	50.9025	-	-	100.0000
<i>Laurie</i>	32.9876	67.0124	-	-	100.0000
<i>Mirror River</i>	32.3354	67.6646	-	-	100.0000
<i>Nikita</i>	12.7151	87.2849	-	-	100.0000
<i>Shea Creek</i>	49.0975	50.9025	-	-	100.0000
<i>Uchrich</i>	30.4799	69.5201	-	-	100.0000

# UEX CORPORATION

Notes to the Condensed Interim Consolidated Financial Statements  
For the three-month periods ended March 31, 2021 and 2020  
(Unaudited – Expressed in Canadian Dollars)



## 7. Mineral properties (continued)

Exploration and evaluation assets (continued)

### Joint operations (continued)

#### (v) Western Athabasca Projects

The Projects, located in the western Athabasca Basin, which include the Kianna, Anne, Colette and 58B Deposits located at the Shea Creek Project, are eight joint ventures with the Company holding an approximate 49.1% interest and Orano holding an approximate 50.9% interest in all projects as at March 31, 2021 and December 31, 2020, except for:

- the Alexandra Project, where the Company has an approximate 21.0% interest as at March 31, 2021 and December 31, 2020;
- the Laurie Project, where the Company has an approximate 33.0% interest as at March 31, 2021 and December 31, 2020;
- the Mirror River Project, where the Company has an approximate 32.3% interest as at March 31, 2021 and December 31, 2020;
- the Nikita Project where the Company has an approximate 12.7% interest as at March 31, 2021 and December 31, 2020; and
- the Uchrich Project where the Company has an approximate 30.5% interest as at March 31, 2021 and December 31, 2020.

In 2020, Orano completed exploration programs on the Alexandra and Nikita Projects; UEX chose not to participate in these programs and as a result, diluted our interest.

The Anne and Colette deposits are subject to a royalty of US\$0.212 per pound of U<sub>3</sub>O<sub>8</sub> sold to a maximum royalty of US\$10,000,000.

The Company has expensed \$65 million on the Western Athabasca Projects since 2004, including \$54 million on Shea Creek, which contains significant mineral resources (see Note 15 *Exploration and evaluation expenditures*). Although acquisition costs associated with the Western Athabasca Projects were previously written off, UEX has no intention to abandon these projects.

#### (vi) Black Lake Project

The Black Lake Project (“Black Lake”), located in the northern Athabasca Basin, is a joint venture with the Company holding a 51.4% interest and Orano holding a 8.6% interest, and ALX Resources Corp. (“ALX”) holding a 40% interest as at March 31, 2021 and December 31, 2020.

On September 5, 2017, ALX and UEX entered into an Option Agreement. On June 20, 2018, ALX fulfilled Stage 1 of the Option Agreement and earned a 40% interest in the project by completing \$1.0 million in exploration work on the project and issuing to UEX 5,000,000 common shares of ALX.

# UEX CORPORATION

Notes to the Condensed Interim Consolidated Financial Statements  
For the three-month periods ended March 31, 2021 and 2020  
(Unaudited – Expressed in Canadian Dollars)



## 7. Mineral properties (continued)

Exploration and evaluation assets (continued)

### Joint operations (continued)

#### (vi) Black Lake Project (continued)

Effective March 6, 2020, UEX informed ALX that the terms of the Option Agreement with respect to the Stage 2 requirements had not been met and as a result, UEX had elected to terminate the Option Agreement and replaced it with the Joint Venture Agreement. ALX is no longer eligible to increase its interest in the Black Lake Project to 75% under the provision of the prior Option Agreement. Under the terms of the Joint Venture Agreement, if ALX chooses to not participate in future exploration programs, their ownership interest will be diluted accordingly.

#### (vii) Beatty River Project

The Company has a 22.0% interest in the Beatty River Project, which is located in the western Athabasca Basin. Orano is the operator of this project. Although acquisition costs associated with the Beatty River Project were previously written off, UEX has no intention to abandon this project.

#### (viii) Christie Lake Project

UEX is the operator of this project located in the eastern Athabasca Basin. Per the Christie Lake Option Agreement (“Option Agreement”), the Company earned a 60% interest in the Christie Lake Project by making \$6.0 million in cash payments and completing \$10.0 million in exploration work. On November 13, 2018 the Option Agreement was terminated and replaced with the Joint Venture Agreement, thus UEX is no longer eligible to increase its interest in the Christie Lake Project to 70% under the provisions of the prior Option agreement.

UEX completed its exploration program for 2020, in which JCU chose not to participate. Per the Joint Venture Agreement, UEX’s interest increased to 65.5% and JCU’s interest diluted to 34.5%.

In 2021, UEX proposed a budget of \$2.0 million, in which JCU has chosen not to participate. Per the Joint Venture Agreement, their interest will dilute accordingly.

	March 31, 2021 and December 31, 2020		
<u>Ownership interest (%)</u>	<u>UEX</u>	<u>JCU</u>	<u>Total</u>
<u>Christie Lake</u>	65.5492	34.4508	100.0000

# UEX CORPORATION

Notes to the Condensed Interim Consolidated Financial Statements  
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## 8. Investments

The Company holds 87,500 and 5,000,000 common shares of Vanadian Energy Corp. (“Vanadian”) (formerly known as Uracon Resources Ltd.) and ALX, respectively. These common shares are being held for long-term investment purposes. The shares have been classified as equity instruments carried at fair value, with changes in fair value reflected in other comprehensive income (FVOCI).

Investments	March 31 2021	December 31 2020
Common shares held – Vanadian <sup>(1)</sup> (TSX.V: VEC) (see Note 13)	\$ 6,563	\$ 4,375
Common shares held – ALX <sup>(2)</sup> (TSX.V: AL) (see Note 13)	425,000	400,000
	\$ 431,563	\$ 404,375

<sup>(1)</sup> The initial fair value of the shares was \$29,750 based on the market closing prices on February 13, 2013 (\$27,000) and June 23, 2014 (\$2,750), the dates the shares were received.

<sup>(2)</sup> The initial fair value of the shares was \$400,000 based on the market closing price on June 14, 2018 (\$0.08 per share), the date the shares were issued.

The fair value of the Vanadian and ALX common shares are based on the quoted market price at period end for these securities.

## 9. Accounts payable and other liabilities

	March 31 2021	December 31 2020
Trade payables	\$ 301,844	\$ 204,499
Other liabilities	220,271	50,070
	\$ 522,115	\$ 254,569

Other liabilities comprise of general and exploration costs incurred in the period for which invoices had not been received at the balance sheet date.

## 10. Lease liability

The Company has an obligation under lease for its Saskatoon office which expires in February 2024. The obligation for its Vancouver office expired in October 2020.

	March 31 2021	December 31 2020
Current	\$ 47,770	\$ 46,609
Non-current	101,424	113,681
	\$ 149,194	\$ 160,290

# UEX CORPORATION

Notes to the Condensed Interim Consolidated Financial Statements  
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## 10. Lease liability (continued)

The following table presents the contractual undiscounted cash flows for lease obligations as at March 31, 2021:

	<b>March 31 2021</b>
2021	\$ 42,525
2022	56,700
2023 and beyond	66,150

Interest expense on lease obligations for the three-month period ended March 31, 2021 was \$2,742 (2020 - \$4,291). Total cash outflow for leases was \$13,838 (2020 - \$29,608), including \$11,096 of principal payments on lease liabilities (2020 - \$25,317).

## 11. Share capital

### (a) Authorized

The authorized share capital of the Company consists of an unlimited number of common shares and an unlimited number of (no par value) preferred shares issuable in series, of which 1,000,000 preferred shares have been designated Series 1 Preferred Shares. As of March 31, 2021, no preferred shares have been issued.

### (b) Issued and outstanding – common shares

	<b>Number of shares</b>	<b>Value</b>
<b>Balance, December 31, 2019</b>	394,185,811	\$ 206,534,898
Issued pursuant to private placement	57,999,809	8,000,000
Share issuance costs	-	(844,966)
<b>Balance, December 31, 2020</b>	452,185,620	213,689,932
Issued pursuant to option exercise	1,082,000	337,024
Issued pursuant to warrant exercise	417,000	75,060
Share issuance costs	-	(2,243)
<b>Balance, March 31, 2021</b>	453,684,620	\$ 214,099,773

# UEX CORPORATION

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## 11. Share capital (continued)

### (b) Issued and outstanding – common shares (continued)

The weighted average number of shares outstanding for the three months ended March 31, 2021 was 452,826,631 (2020 – 394,185,811). For purposes of calculating diluted loss per share the weighted average number of shares is adjusted for the effects of dilutive potential common shares of which there were none in 2021 and 2020.

On December 2, 2020, the Company completed a private placement of 18,498,665 units at a price of \$0.12 per unit and 27,001,144 flow-through common shares at a price of \$0.14 per common share, for gross proceeds of \$6,000,000. Each unit consisted of one common share and one-half share purchase warrant. Each whole warrant entitles the holder to acquire one common share at an exercise price of \$0.18 until June 2, 2023.

Total share issuance costs of \$706,319 included agents' cash commissions of \$341,040 equal to approximately 6% of the gross proceeds of the financing, other issuance cost of \$178,710 and the fair value of the broker warrants of \$186,569. The agents received 2,581,631 broker warrants equal to approximately 6% of the total number of units and flow-through common shares sold. Each broker warrant is exercisable for a common share of the Company until June 2, 2023 at a price of \$0.13 per common share. The weighted average assumptions used for the Black-Scholes valuation of the warrants were annualized volatility of 63.32%, risk-free interest rate of 0.29%, expected life of 2.5 years and a dividend rate of Nil.

No commission was paid nor brokers' warrants issued on a portion of the financing made to president's list subscribers. As the market price of the Company's common shares on the date of issuance exceeded the flow-through issuance price, no flow-through share premium liability was recorded in 2020.

On May 20, 2020, the Company completed a private placement of 12,500,000 units at a price of \$0.16 per unit, for gross proceeds of \$2,000,000. Each unit consists of one common share and one-half share purchase warrant. Each whole warrant entitles the holder to acquire one common share at an exercise price of \$0.21 until May 20, 2023. Share issuance costs totaled \$138,647, inclusive of agent commissions of \$67,140.

### (c) Share-based compensation

#### Stock Option Plan

Under the Company's Stock Option Plan, the Company may grant share purchase options to its key employees, directors, officers and others providing services to the Company. Under the plan, the exercise price of each share purchase option shall be fixed by the Board of Directors but shall not be less than the quoted closing market price of the shares on the Toronto Stock Exchange on the date prior to the share purchase option being granted and a share purchase option's maximum term is 10 years. The shares subject to each share purchase option shall vest at such time or times as may be determined by the Board of Directors.



# UEX CORPORATION

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## 11. Share capital (continued)

### (c) Share-based compensation (continued)

A summary of the status of the Company's share-based compensation plan as at March 31, 2021 and December 31, 2020 and changes during the periods ended on these dates is presented below:

	Number of share purchase options	Weighted- average exercise price
<b>Outstanding, December 31, 2019</b>	28,217,000	\$ 0.30
Granted	6,600,000	0.126
Cancelled	(425,000)	0.22
Expired	(3,750,000)	0.45
<b>Outstanding, December 31, 2020</b>	30,642,000	\$ 0.25
Exercised	(1,082,000)	0.21
<b>Outstanding, March 31, 2021</b>	29,560,000	\$ 0.25

For the three-month period ended March 31, 2021, 1,082,000 stock options were exercised with a weighted average exercise price of \$0.21 for gross proceeds of \$222,050.

Additional information regarding stock options outstanding as at March 31, 2021 is as follows:

Range of exercise prices	Outstanding			Exercisable	
	Number of share purchase options	Weighted- average exercise price	Weighted- average remaining contractual life (years)	Number of share purchase options	Weighted- average exercise price
\$ 0.125 – 0.33	26,953,000	\$ 0.20	4.14	20,686,333	\$ 0.21
0.34 – 0.99	2,007,000	0.72	0.86	2,007,000	0.72
1.00 – 1.12	600,000	1.12	0.05	600,000	1.12
	29,560,000	\$ 0.25	3.83	23,293,333	\$ 0.28

The estimated fair value expense of all share purchase options vested during the three-month period ended March 31, 2021 is \$79,652 (2020 - \$106,066). The amount included in exploration and evaluation expenditures for the period ended March 31, 2021 is \$6,740 (2020 - \$12,939) and the remaining \$72,912 (2020 - \$93,127) was expensed to share-based compensation.

# UEX CORPORATION

Notes to the Condensed Interim Consolidated Financial Statements  
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(Unaudited – Expressed in Canadian Dollars)



## 11. Share capital (continued)

### (c) Share-based compensation (continued)

#### Restricted Share Unit Plan

During 2020 the Board of Directors approved a Restricted Share Unit (“RSU”) Plan. Pursuant to the RSU Plan, the Board may grant to eligible participants awards under the RSU Plan, with each award granted entitling an eligible participant to receive one RSU. Each RSU represents the right of an eligible participant to receive one common share. The aggregate maximum number of common shares that may be issued pursuant to the RSU Plan is limited to 6,000,000 common shares. The RSU’s shall vest at such time or times as may be determined by the Board of Directors.

In addition, the aggregate number of common shares that may be reserved for issuance under the RSU Plan on the grant of awards, together with any other securities based compensation arrangements of the Company in effect, including the Stock Option Plan, shall not exceed 10% of the issued and outstanding common shares of the Company. As at March 31, 2021 no awards have been granted under the RSU Plan. The 29,560,000 stock options outstanding as of March 31, 2021 represent 6.52% of the Company’s issued and outstanding common shares. The aggregate number of stock options and RSU’s available for grant as of March 31, 2021 is 15,808,462, representing 3.48% of the Company’s issued and outstanding common shares.

### (d) Flow-through shares

The Company has financed a portion of its exploration programs through the use of flow-through share issuances. Income tax deductions relating to these expenditures are claimable by the investors and not by the Company.

As at March 31, 2021, the Company had spent \$1,156,470 of the \$3,780,160 flow-through funds raised in the December 2, 2020 placement. The Company renounced the income tax benefit of the private placement to its subscribers effective December 31, 2020. The Company incurred \$9,578 in Part XII.6 tax on unspent amounts for the three-month period ended March 31, 2021 (2019 - \$3,031), which has been accounted for under financing and interest expense.

As at December 31, 2020, the Company had spent all of the \$1,600,000 flow-through funds raised in the November 29, 2019 placement. The Company renounced the income tax benefit of the private placement to its subscribers effective December 31, 2019 and paid the Part XII.6 tax of \$7,806 in the first quarter of 2021 relating to this placement.

# UEX CORPORATION

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## 11. Share capital (continued)

### (e) Warrants

Outstanding share purchase warrants entitle their holders to purchase common shares of the Company at a price outlined in the warrant agreements. The following table summarizes the continuity of share purchase warrants for the Company:

	Number of Warrants	Weighted Average Exercise Price
<b>Balance, December 31, 2019</b>	15,999,994	\$ 0.42
Issued pursuant to private placements in 2020	18,080,963	0.18
Expired	(15,999,994)	0.42
<b>Balance, December 31, 2020</b>	18,080,963	0.18
Exercised	(417,000)	0.18
<b>Balance, March 31, 2021</b>	17,663,963	\$ 0.18

As at March 31, 2021 the Company's outstanding share purchase warrants had expiry dates and exercise prices as follows:

Expiry Date for Warrants	Number of Warrants	Exercise Price
May 20, 2023	6,250,000	\$ 0.21
June 2, 2023	8,832,332	0.18
June 2, 2023	2,581,631	0.13
<b>Balance, March 31, 2021</b>	17,663,963	\$ 0.18

On February 27, 2020, 15,999,994 warrants with an exercise price of \$0.42 expired.

On January 14, 2021, 417,000 warrants with an exercise price of \$0.18 were exercised for gross proceeds of \$75,060.

## 12. Management of capital

The Company's objective when managing capital is to safeguard the Company's ability to continue as a going concern in order to pursue the exploration and evaluation programs on its mineral properties. The Company manages its capital structure, consisting of shareholders' equity, and makes adjustments to it, based on funds available to the Company, in order to support the exploration and evaluation of its mineral properties. Historically, the Company has relied exclusively on the issuance of common shares for its capital requirements. The Company has not changed its approach to capital management during the current period and is not subject to any external capital restrictions.

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## 13. Management of financial risk

The Company operates entirely in Canada and is therefore not subject to any significant foreign currency risk. The Company's financial instruments are exposed to limited liquidity risk, credit risk and market risk.

Liquidity risk is the risk that the Company will not be able to meet its financial obligations as they fall due. The Company manages liquidity risk through the management of its capital structure as outlined in Note 12. Accounts payable and other liabilities are due within the current operating period.

Credit risk is the risk of an unexpected loss if a third party to a financial instrument fails to meet its contractual obligations. The Company's exposure to credit risk includes cash and cash equivalents, amounts receivable and deposits. The Company reduces its credit risk by maintaining its bank accounts at large national financial institutions. The maximum exposure to credit risk is equal to the carrying value of cash and cash equivalents, amounts receivable and deposits. The Company's investment policy is to invest its cash in highly liquid short-term interest-bearing investments that are redeemable 90 days or less from the original date of acquisition.

Market risk is the risk that changes in market prices such as foreign exchange rates and interest rates will affect the Company's income. The Company is subject to interest rate risk on its cash and cash equivalents. The Company reduces this risk by investing its cash in highly liquid short-term interest-bearing investments that earn interest on a fixed rate basis.

All financial instruments measured at fair value are categorized into one of three hierarchy levels, described below, for disclosure purposes. Each level is based on the transparency of the inputs used to measure the fair values of assets and liabilities:

- Level 1 - Values based on unadjusted quoted prices in active markets that are accessible at the measurement date for identical assets or liabilities;
- Level 2 - Values based on quoted prices in markets that are not active or model inputs that are observable either directly or indirectly for substantially the full term of the asset or liability; and
- Level 3 - Values based on prices or valuation techniques that require inputs that are both unobservable and significant to the overall fair value measurement.

The carrying values of cash and cash equivalents, amounts receivable, deposits, and accounts payable and other liabilities are a reasonable estimate of their fair values because of the short period to maturity of these instruments.

Cash and cash equivalents are classified as financial assets at amortized cost and are initially recorded at fair value and subsequently at amortized cost with accrued interest recorded in accounts receivable.

The following table summarizes those assets and liabilities carried at fair value:

<b>Investments – as at December 31, 2020</b>	<b>Level 1</b>	<b>Level 2</b>	<b>Level 3</b>	<b>Total</b>
Shares – Vanadian (TSX-V: VEC)	\$ 4,375	\$ -	\$ -	\$ 4,375
Shares – ALX (TSX-V: AL)	400,000	-	-	400,000
	\$ 404,375	\$ -	\$ -	\$ 404,375

  

<b>Investments – as at March 31, 2021</b>	<b>Level 1</b>	<b>Level 2</b>	<b>Level 3</b>	<b>Total</b>
Shares – Vanadian (TSX-V: VEC)	\$ 6,563	\$ -	\$ -	\$ 6,563
Shares – ALX (TSX-V: AL)	425,000	-	-	425,000
	\$ 431,563	\$ -	\$ -	\$ 431,563

# UEX CORPORATION

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## 13. Management of financial risk (continued)

The following table shows a reconciliation from the beginning balances to ending balances for Level 1 fair value measurements for investments:

	Number of Shares	Change in Fair Value	Fair Value
<b>Balance, December 31, 2019</b>	5,087,500		\$ 225,875
Gains (losses) for the three months ended March 31, 2020		\$ (74,562)	
Gains (losses) for the three months ended June 30, 2020		27,625	
Gains (losses) for the three months ended September 30, 2020		201,750	
Gains (losses) for the three months ended December 31, 2020		<u>23,687</u>	
Changes in fair value – total unrealized gain (loss) on financial assets at FVOCI (shares) – year ended December 31, 2020		\$ 178,500	178,500
<b>Balance, December 31, 2020</b>	5,087,500		\$ 404,375
Gains (losses) for the three months ended March 31, 2021		\$ <u>27,188</u>	
Changes in fair value – total unrealized gain (loss) on financial assets at FVOCI (shares) – three months ended March 31, 2021		\$ 27,188	27,188
<b>Balance, March 31, 2021</b>	5,087,500		\$ 431,563

## 14. Segmented information

The Company conducts its business as a single operating segment, being the mining and mineral exploration business in Canada. All mineral properties and equipment are located in Canada.

## 15. Exploration and evaluation expenditures

Project	2020				2021	
	Cumulative <sup>(1)</sup> to December 31, 2019	Expenditures in the period	Cumulative to March 31 2020	Cumulative to December 31, 2020	Expenditures in the period	Cumulative to March 31, 2021
Beatty River	\$ 876,877	\$ -	\$ 876,877	\$ 877,061	\$ -	\$ 877,061
Black Lake	14,490,256	-	14,490,256	14,498,484	-	14,498,484
Christie Lake	13,132,095	223,828	13,355,923	14,111,375	20,212	14,131,587
Hidden Bay	34,355,753	26,878	34,382,631	34,447,390	439,026	34,886,416
Horseshoe-Raven	41,825,417	954	41,826,371	41,826,371	748	41,827,119
Other projects <sup>(2)</sup>	13,960	9,107	23,067	48,843	2,231	51,074
West Bear Co-Ni	5,824,985	645,951	6,470,936	6,784,641	811,076	7,595,717
<u>Western Athabasca</u>						
Shea Creek	54,268,480	31,870	54,300,350	54,338,389	374	54,338,763
Other WAJV	10,904,088	9,095	10,913,183	10,929,302	-	10,929,302
<b>All Projects Total</b>	<b>\$ 175,691,911</b>	<b>\$ 947,683</b>	<b>\$ 176,639,594</b>	<b>\$ 177,861,856</b>	<b>\$ 1,273,667</b>	<b>\$ 179,135,523</b>

<sup>(1)</sup> Exploration and evaluation expenditures have been presented on a cumulative basis from July 17, 2002.

<sup>(2)</sup> Other projects include: Axis Lake, Christie West, Key West, and Riou Lake.

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## 15. Exploration and evaluation expenditures (continued)

Exploration and evaluation expenditures for the three months ended March 31, 2021 and 2020 include the following expenditures:

	Three months ended March 31	
	2021	2020
Depreciation	\$ 13,297	\$ 13,565
Share-based compensation (Note 11 (c))	6,740	12,939
Project management fee (Note 17)	75,148	77,749
Project surcharge (Note 16)	37,425	30,425
	\$ 132,610	\$ 134,678

## 16. Office expenses

	Three months ended March 31	
	2021	2020
Insurance	\$ 15,610	\$ 14,307
Office supplies and consulting	69,556	73,642
Rent	5,063	5,063
Telephone	1,393	2,067
Utilities	3,974	3,443
Project surcharge (Note 15)	(37,425)	(30,425)
	\$ 58,171	\$ 68,097

## 17. Salaries, net of project management fees

	Three months ended March 31	
	2021	2020
Gross salaries	\$ 182,653	\$ 198,946
Canadian Emergency Wage Subsidy (Note 19)	(32,270)	-
Non-cash management fee offset:(Note 15)		
Christie Lake – 10%	(73,334)	(20,185)
West Bear Co-Ni – 10%	(1,814)	(57,564)
	\$ 75,235	\$ 121,197

The Christie Lake project management fee offset above arises from the 10% management fee deemed to be an expenditure for the exploration work commitment portion of the project earn-in, as per the July 15, 2016 Joint Venture Agreement with JCU.

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Notes to the Condensed Interim Consolidated Financial Statements  
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## 18. Related party transactions

The value of all transactions relating to key management personnel, close members of the family of persons that are key management personnel and entities over which they have control or significant influence are as follows:

### (a) Related party transactions

Related party transactions include the following payments which were made to related parties other than key management personnel:

	Three months ended March 31			
	2021		2020	
Cameco group of companies <sup>(1)</sup>	\$	622	\$	1,055
Management advisory board share-based payments <sup>(2)</sup>		2,452		-
	\$	3,074	\$	1,055

<sup>(1)</sup> Payments related to fees paid for equipment repairs.

<sup>(2)</sup> Share-based compensation expense is the fair value of options granted which have been calculated using the Black-Scholes option-pricing model and the assumptions disclosed in Note 11(c).

### (b) Key management personnel compensation

Key management personnel compensation includes management and director compensation as follows:

	Three months ended March 31			
	2021		2020	
Salaries and short-term employee benefits <sup>(1)(2)(5)</sup>	\$	113,653	\$	113,244
Share-based payments <sup>(3)</sup>		63,009		88,365
Other compensation <sup>(1)(4)</sup>		53,452		55,269
	\$	230,114	\$	256,878

<sup>(1)</sup> In the event of a change of control of the Company, certain senior management may elect to terminate their employment agreements and the Company shall pay termination benefits of up to two times their respective annual salaries at that time and all of their share purchase options will become immediately vested with all other employee benefits, if any, continuing for a period of up to two years.

<sup>(2)</sup> In the event that Mr. Lemaitre's (UEX's President and CEO) employment is terminated by the Company for any reason other than as a result of a change of control, death or termination for cause, the Company will pay a termination amount equal to one year's base salary plus any bonus owing. All other employee related benefits will continue for a period of one year following such termination. Mr. Lemaitre may also terminate the employment agreement upon three months' written notice to the Board and receive a lump sum payment equal to his base salary plus benefits for three months.

<sup>(3)</sup> Share-based compensation expense is the fair value of options granted which have been calculated using the Black-Scholes option-pricing model and the assumptions disclosed in Note 11(c).

<sup>(4)</sup> Represents payments to Evelyn Abbott for CFO services rendered to the Company. In the event that Ms. Abbott's consulting agreement is terminated by the Company for any reason other than as a result of a change of control, death or termination for cause, the Company will pay a termination amount equal to six months' base fee which will increase by one month base fee after every year of service up to a maximum of twelve months' base fee plus any bonus owing. Ms. Abbott may also terminate the consulting agreement upon two months' written notice to the Board.

<sup>(5)</sup> Salaries and short-term employee benefits disclosed are gross amounts paid and does not include the reduction for the Canadian Emergency Wage Subsidy (Note 19).

# UEX CORPORATION

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## 19. Government Assistance

In response to the negative economic impact of COVID-19, the Government of Canada announced the Canada Emergency Wage Subsidy program in April 2020 (“CEWS”). CEWS provides a wage subsidy on eligible remuneration to eligible employers based on certain criteria.

During the three months ended March 31, 2021, the Company assessed its eligibility related to CEWS and determined it has qualified for this subsidy from the January 1, 2021 through to April 10, 2021. It has accordingly applied for and received \$17,452 for the period ended February 13, 2021, and has applied for additional periods ended April 10, 2021 and recorded a receivable of \$14,818 for the period February 14, 2021 through to March 31, 2021 (Note 4). This subsidy has been recorded as a reduction to the eligible remuneration expense incurred by the Company during this period. Government assistance related to an expense has been recognized as a reduction of related expense for which the grant is intended to compensate. The Company intends to apply for the CEWS in subsequent application periods, subject to continuing to meet the applicable qualification criteria.

Exploration and evaluation salaries for the period that have been compensated by the CEWS have been excluded as flow-through eligible expenditures.

## 20. Subsequent Events

(a) On April 22, 2021, UEX announced that the Company has signed a definitive purchase agreement with Overseas Uranium Resources Development Co., Ltd. (“OURD”) to acquire 100% ownership of OURD’s wholly-owned subsidiary, JCU (Canada) Exploration Company, Limited (“JCU”). UEX will acquire 100% of the shares of JCU from OURD by making cash payments of up to \$12.5 million and assuming JCU’s existing liabilities. UEX’s cash payments will consist of \$10 million on closing and up to \$2.5 million which is expected to be paid within 45 days of the closing date, subject to adjustment based upon JCU’s actual working capital on the closing date. The transaction is subject to approval of OURD shareholders at a meeting scheduled for June 18, 2021. Closing is subject to UEX securing the necessary purchase financing and obtaining any required regulatory approvals. The transaction is expected to close on or prior to June 29, 2021.

## 21. Contingencies

Due to the size, complexity, and nature of the Company’s operations various legal matters are outstanding from time to time. By their nature, contingencies will only be resolved when one or more future events occur or fail to occur. The Company accrues for such items when a liability is both probable and the amount can be reasonably estimated. In the opinion of management, based on the information currently available, these matters will not have a material adverse effect on the consolidated financial statements of the Company.





## Corporate Information

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### Board of Directors

Graham C. Thody, Chairman  
North Vancouver, British Columbia

Roger M. Lemaitre  
*President and CEO*  
Warman, Saskatchewan

Suraj P. Ahuja, Lead Director  
West Vancouver, British Columbia

Peter J. Netupsky  
Toronto, Ontario

Emmet A. McGrath  
Burnaby, British Columbia

Catherine A. Stretch  
Toronto, Ontario

### Officers

Roger M. Lemaitre  
*President and CEO*

Evelyn Abbott  
*CFO*

Bernard Poznanski  
*Corporate Secretary*

### Legal Counsel

Koffman Kalef LLP  
19<sup>th</sup> Floor, 885 West Georgia Street  
Vancouver, British Columbia  
Canada V6C 3H4

### Auditors

KPMG LLP  
500, 475 – 2<sup>nd</sup> Ave S  
Saskatoon, SK S7K 1P4

### Registrar and Transfer Agent

Computershare Investor Services Inc.  
2<sup>nd</sup> Floor, 510 Burrard Street  
Vancouver, British Columbia  
Canada V6C 3B9

### Home Office

Unit 200 – 3530 Millar Avenue  
Saskatoon, SK  
Canada S7P 0B6  
Telephone: (306) 979-3849  
Fax: (604) 669-1240  
Email: [uex@uexcorp.com](mailto:uex@uexcorp.com)  
Website: [www.uexcorp.com](http://www.uexcorp.com)