

URANIUM ENERGY CORP.
CONSOLIDATED BALANCE SHEETS

	Notes	July 31, 2016	July 31, 2015
CURRENT ASSETS			
Cash and cash equivalents		\$ 7,142,571	\$ 10,092,408
Inventories		275,316	251,999
Prepaid expenses and deposits		533,977	444,500
Other current assets		48,777	18,711
		<u>8,000,641</u>	<u>10,807,618</u>
MINERAL RIGHTS AND PROPERTIES	3	37,973,951	38,437,967
PROPERTY, PLANT AND EQUIPMENT	4	6,942,304	6,948,647
RECLAMATION DEPOSITS	5	1,706,027	1,706,025
OTHER LONG-TERM ASSET	6	1,553,388	-
		<u>\$ 56,176,311</u>	<u>\$ 57,900,257</u>
CURRENT LIABILITIES			
Accounts payable and accrued liabilities	6	\$ 1,822,447	\$ 2,538,544
Due to related parties	7	-	14,660
Current portion of long-term debt	8	-	1,666,667
Current portion of asset retirement obligations	9	-	340,827
		<u>1,822,447</u>	<u>4,560,698</u>
DEFERRED INCOME TAX LIABILITIES	12	643,825	676,064
LONG-TERM DEBT	8	19,198,178	18,090,811
OTHER LONG-TERM LIABILITY	6	315,519	-
ASSET RETIREMENT OBLIGATIONS	9	3,746,464	3,586,019
		<u>25,726,433</u>	<u>26,913,592</u>
STOCKHOLDERS' EQUITY			
Capital stock			
Common stock \$0.001 par value: 750,000,000 shares authorized, 116,670,457 shares issued and outstanding (July 31, 2015 - 97,834,087)	10	116,670	97,841
Additional paid-in capital		239,701,884	222,927,529
Accumulated deficit		(209,353,946)	(192,024,074)
Accumulated other comprehensive loss		(14,730)	(14,631)
		<u>30,449,878</u>	<u>30,986,665</u>
		<u>\$ 56,176,311</u>	<u>\$ 57,900,257</u>
COMMITMENTS AND CONTINGENCIES			
SUBSEQUENT EVENT	15		

The accompanying notes are an integral part of these consolidated financial statements

URANIUM ENERGY CORP.
CONSOLIDATED STATEMENTS OF OPERATIONS AND COMPREHENSIVE LOSS

	Notes	Year Ended July 31,		
		2016	2015	2014
SALES		\$ -	\$ 3,080,000	\$ -
COSTS AND EXPENSES				
Cost of sales		-	2,326,674	-
Inventory write-down		-	-	804,060
Mineral property expenditures	3, 9	4,061,159	5,706,080	9,160,648
General and administrative	7,10	9,297,746	13,230,840	9,825,796
Depreciation, amortization and accretion	3, 4, 9	875,724	1,802,443	2,392,866
Impairment loss on mineral properties	3	97,114	349,805	653,224
		<u>14,331,743</u>	<u>23,415,842</u>	<u>22,836,594</u>
LOSS FROM OPERATIONS		<u>(14,331,743)</u>	<u>(20,335,842)</u>	<u>(22,836,594)</u>
OTHER INCOME (EXPENSES)				
Interest income		24,177	12,797	30,027
Interest expenses and finance costs	8	(3,005,391)	(3,071,235)	(2,893,816)
Loss on disposition of assets		(2,186)	(38)	(2,553)
Realized loss on available-for-sale securities		-	(3,023)	-
Loss on fair value of variable share forward contract		-	-	(331,130)
Loss on settlement of current liabilities	7,14	(46,968)	-	(20,581)
Gain on settlement of asset retirement obligations		-	-	9,831
		<u>(3,030,368)</u>	<u>(3,061,499)</u>	<u>(3,208,222)</u>
LOSS BEFORE INCOME TAXES		<u>(17,362,111)</u>	<u>(23,397,341)</u>	<u>(26,044,816)</u>
DEFERRED INCOME TAX BENEFIT	12	<u>32,239</u>	<u>35,413</u>	<u>69,709</u>
NET LOSS FOR THE YEAR		<u>(17,329,872)</u>	<u>(23,361,928)</u>	<u>(25,975,107)</u>
OTHER COMPREHENSIVE LOSS, NET OF INCOME TAXES		<u>(99)</u>	<u>(1,092)</u>	<u>(13,539)</u>
TOTAL COMPREHENSIVE LOSS FOR THE YEAR		<u>\$ (17,329,971)</u>	<u>\$ (23,363,020)</u>	<u>\$ (25,988,646)</u>
NET LOSS PER SHARE, BASIC AND DILUTED	11	<u>\$ (0.16)</u>	<u>\$ (0.25)</u>	<u>\$ (0.29)</u>
WEIGHTED AVERAGE NUMBER OF SHARES OUTSTANDING, BASIC AND DILUTED		<u>106,086,782</u>	<u>92,397,547</u>	<u>89,136,505</u>

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URANIUM ENERGY CORP.
CONSOLIDATED STATEMENTS OF CASH FLOWS

		Year Ended July 31,		
	Notes	2016	2015	2014
CASH PROVIDED BY (USED IN):				
OPERATING ACTIVITIES				
Net loss for the year		\$ (17,329,872)	\$ (23,361,928)	\$ (25,975,107)
Adjustments to reconcile net loss to cash flows in operating activities				
Stock-based compensation	10	3,084,163	5,617,748	1,309,450
Depreciation, amortization and accretion	3,4,9	875,724	2,193,160	2,550,012
Amortization of long-term debt discount	8	1,245,615	1,353,773	1,498,858
Revaluation of asset retirement obligations	3,9	(308,398)	-	-
Impairment loss on mineral properties	3	97,114	349,805	653,224
Loss on disposition of assets		2,186	38	2,553
Realized loss on available-for-sale securities		-	3,023	-
Loss on fair value of variable share forward contract		-	-	331,130
Loss on settlement of current liabilities	7,14	46,968	-	20,581
Gain on settlement of asset retirement obligations		-	-	(9,831)
Deferred income tax benefit	12	(32,239)	(35,413)	(69,709)
Changes in operating assets and liabilities				
Inventories		(23,317)	1,316,959	(700,679)
Prepaid expenses and deposits		(85,673)	46,866	426,549
Other current assets		(30,165)	(2,954)	30,523
Accounts payable and accrued liabilities		(622,713)	243,686	(1,322,106)
Settlement of asset retirement obligations		-	-	(13,551)
NET CASH FLOWS USED IN OPERATING ACTIVITIES		(13,080,607)	(12,275,237)	(21,268,103)
FINANCING ACTIVITIES				
Shares issuance for cash, net of issuance costs	10	10,209,632	9,650,530	6,342,254
Net proceeds from debt financing	8	-	-	9,554,467
Due to related parties	7	(14,660)	3,426	1,663
NET CASH FLOWS PROVIDED BY FINANCING ACTIVITIES		10,194,972	9,653,956	15,898,384
INVESTING ACTIVITIES				
Net cash used in asset acquisition	6	(46,084)	-	-
Investment in mineral rights and properties		-	(78,626)	(161,800)
Purchase of property, plant and equipment		(18,934)	(23,041)	(163,276)
Proceeds from disposition of assets		818	2,860	600
Cash proceeds from the release of reclamation deposits	5	-	5,663,158	-
Payment of collateral for surety bonds	5	-	(1,690,208)	-
Decrease in reclamation deposits		(2)	(346)	362,280
NET CASH FLOWS (USED IN) PROVIDED BY INVESTING ACTIVITIES		(64,202)	3,873,797	37,804
NET CASH FLOWS		(2,949,837)	1,252,516	(5,331,915)
CASH AND CASH EQUIVALENTS, BEGINNING OF YEAR		10,092,408	8,839,892	14,171,807
CASH AND CASH EQUIVALENTS, END OF YEAR		\$ 7,142,571	\$ 10,092,408	\$ 8,839,892

SUPPLEMENTAL CASH FLOW INFORMATION

6,8,14

The accompanying notes are an integral part of these consolidated financial statements