

TORONTO, May 13, 2016 /CNW/ - [Uranium One Inc.](#) ("Uranium One") today reported quarterly headline revenue of \$13.9 million for Q1 2016. Attributable revenue was \$38.2 million for Q1 2016 based on sales of 1.0 million pounds of produced material at an average realized sales price of \$33 per pound sold of produced material, with an average cash cost per pound sold of produced material at \$11 per pound. Attributable production for the quarter was 3.0 million pounds.

## Q1 2016 Highlights

### Operational

- Total attributable production during Q1 2016 and in Q1 2015 was 3.0 million pounds.
- The average total cash cost per pound sold of produced material reduced to \$11 per pound during Q1 2016, compared to \$14 per pound during Q1 2015.

### Financial

- Attributable sales volume of produced material for Q1 2016 was 1.0 million pounds sold, compared to 1.7 million pounds sold during Q1 2015.
- Headline revenue was \$13.9 million in Q1 2016, compared to \$57.8 million in Q1 2015.
- Attributable revenues consistent with the Corporation's segment reporting amounted to \$38.2 million in Q1 2016, compared to \$77.5 million in Q1 2015.
- The average realized sales price of produced material during Q1 2016 was \$33 per pound, compared to \$37 per pound in Q1 2015. The average spot price in Q1 2016 was \$32 per pound compared to \$38 per pound in Q1 2015.
- Gross profit totaled \$10.6 million in Q1 2016, a 50% decrease compared to \$21.2 million in Q1 2015, mainly due to a decrease of 41% in sales volume largely associated with the deferral of certain deliveries to subsequent quarters and a decrease of 12% in average realized sales price.
- The net earnings for Q1 2016 were \$155.5 million or \$0.16 per share, compared to a net loss of \$12.3 million or \$0.01 per share for Q1 2015.
- The adjusted net earnings for Q1 2016 were \$2.8 million or \$0.003 per share after exclusion of other income of \$21.4 million, impairment of inventory of \$6.6 million, net foreign exchange loss of \$11.2 million, gain from business combination of \$149.2 million and corporate development expense of \$0.1 million, compared to an adjusted net loss of \$19.0 million or \$0.02 per share for Q1 2015.

### Q1 2016 Operations

During Q1 2016, Uranium One achieved total attributable production of 3.0 million pounds, the same as in Q1 2015.

Operational results for Uranium One's assets for Q1 2016 were:

Asset Q1 2016 Attributable Production Q1 2016 Total Cash Costs

	(millions lbs U <sub>3</sub> O <sub>8</sub> )	(per lb sold U <sub>3</sub> O <sub>8</sub> )
Akdala	0.4	-
South Inkai	0.9	\$27
Karatau	0.6	\$4
Akbastau	0.6	\$5
Zarechnoye	0.3	\$11
Kharasan	0.2	\$8
Willow Creek	-	-
Total	3.0	\$11

The following table provides a summary of key financial results:

FINANCIAL	Q1 2016	Q1 2015
Attributable production (lbs) <sup>(1)</sup>	2,981,800	2,976,200
Attributable sales (lbs) <sup>(1)</sup> &ndash; Produced material	998,200	1,686,300
Average realized sales price (\$ per lb) <sup>(2)</sup> &ndash; Produced material	33	37
Average total cash cost per pound sold (\$ per lb) <sup>(2)</sup> &ndash; Produced material	11	14
Revenues (\$ millions) &ndash; as reported on consolidated income statement	13.9	57.8
Attributable revenues (\$ millions) <sup>(2)</sup>	38.2	77.5
Gross loss (\$ millions) &ndash; as reported on consolidated income statement	(8.8)	(1.6)
Attributable gross profit (\$ millions) <sup>(2)</sup>	10.6	21.2
Net earnings (loss) (\$ millions)	155.5	(12.3)
Net earnings (loss) per share &ndash; basic and diluted (\$ per share)	0.16	(0.01)
Adjusted net earnings (loss) (\$ millions) <sup>(2)</sup>	2.8	(19.0)
Adjusted net earnings (loss) per share &ndash; basic (\$ per share) <sup>(2)</sup>	0.003	(0.02)

Notes:

<sup>(1)</sup> Attributable production pounds and attributable sales pounds are from assets owned and from joint ventures and associates in commercial production during the period.

<sup>(2)</sup> The Corporation has included the following non-GAAP performance measures: average realized sales price per pound &ndash; produced material, average total cash cost per pound sold &ndash; produced material, attributable revenues, attributable gross profit, adjusted net earnings (loss) and adjusted net earnings (loss) per share. See the section on "Non-GAAP Measures" in the Operating and Financial Review accompanying the unaudited consolidated financial statements for the three months ended March 31, 2016.

## About Uranium One

Uranium One is one of the world's largest uranium producers, with a globally diversified portfolio of assets located in Kazakhstan, the United States and Tanzania. ROSATOM State Atomic Energy Corporation, through its affiliates, is the main shareholder of Uranium One.

For more precise information about Uranium One, please visit [www.uranium1.com](http://www.uranium1.com)

## Cautionary Statements

No stock exchange, securities commission or other regulatory authority has approved or disapproved the information contained herein.

This press release contains certain forward-looking statements. Forward-looking statements include but are not limited to those with respect to, the price of uranium, the estimation of mineral resources and reserves, the realization of mineral reserve estimates, the timing and amount of estimated future production, costs of production, capital expenditures, costs and timing of the development of new deposits, success of exploration activities, permitting time lines, currency fluctuations, market conditions, corporate plans, objectives and goals, requirements for additional capital, government regulation of mining operations, environmental risks, unanticipated reclamation expenses, the timing and potential effects of proposed transactions, title disputes or claims, limitations on insurance coverage and the timing and possible outcome of pending litigation. In certain cases, forward-looking statements can be identified by the use of words such as "plans", "expects" or "does not expect", "is expected", "budget", "scheduled", "estimates", "forecasts", "intends", "anticipates" or "does not anticipate", or "believes" or variations of such words and phrases, or state that certain actions, events or results "may", "could", "would", "might" or "will" be taken, occur or be achieved. Forward-looking statements involve known and unknown risks, uncertainties and other factors which may cause the actual results, performance or achievements of the Corporation to be materially different from any future results, performance or achievements expressed or implied by the forward-looking statements. Such risks and uncertainties include, among others, the possibility of sanctions that may be imposed on the Corporation, its shareholders or affiliates or third parties with which the Corporation deals, that may have a material adverse effect on the Corporation's ability to carry on its business or perform its contractual obligations, the future steady state production and cash costs of Uranium One, the actual results of current exploration activities, conclusions of economic evaluations, changes in project parameters as plans continue to be refined, possible variations in grade and ore densities or recovery rates, failure of plant, equipment or processes to operate as anticipated, possible changes to the tax code in Kazakhstan, accidents, labour disputes or other risks of the mining industry, delays in obtaining government approvals or financing or in completion of development or construction activities, risks relating to the completion of transactions, integration of acquisitions and the realization of synergies relating thereto, to international operations and to prices of uranium, as well as those factors referred to in the section entitled "Risk Factors" in Uranium One's Operating and Financial Review for the year ended December 31, 2015. Although Uranium One has attempted to identify important factors that could cause actual actions, events or results to differ materially from those described in forward-looking statements, there may be other factors that cause actions, events or results not to be as anticipated, estimated or intended. There can be no assurance that forward-looking statements will prove to be accurate, as actual results and future events could differ materially from those anticipated in such statements.

Accordingly, readers should not place undue reliance on forward-looking statements. Uranium One expressly disclaims any intention or obligation to update or revise any forward-looking statements, whether as a result of new information, future events or otherwise, except as required under applicable securities laws.

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