



ENERGY FUELS RESOURCES CORPORATION

February 27, 2009

Mr. Renzo DelPiccolo
Area Wildlife Manager
Colorado Division of Wildlife
2300 South Townsend Avenue
Montrose, CO 81401

Transmittal: Soil Survey Report (1/29/2009)
Ecological Screening of Raffinate Process Water Memorandum (11/4/2008)
Wildlife Survey Report (2/12/2009)
Vegetation Survey Report (2/9/2009)
Baseline Survey of Radionuclides in Animal Tissues (8/27/2008)
Piñon Ridge Uranium Mill, Montrose County, Colorado

Dear Mr. DelPiccolo:

Enclosed are two sets of the above-referenced reports prepared for the Piñon Ridge Project. I am sending them to you based on a recent telephone conversation that I had with Tony Bonacquisti. The soil, vegetation, wildlife, and animal tissue reports document baseline conditions for the site while the ecological screening memorandum evaluates the potential toxicity of the mill process water at various pH levels.

We believe that these reports provide a solid basis for future assessment of project impacts to wildlife and wildlife habitat at the site and surrounding areas. Assessment of these and other project impacts are required by the Radiation Control Program of the Colorado Department of Public Health and Environment (CDPHE) in an Environmental Report (ER) that will accompany our mill license application. We anticipate submitting the mill application in the 4th quarter of this year. Under state law, the subsequent review process will extend over a 14 to 15-month period. The contact person at the Radiation Control Program for our project is Phil Egidi (970-248-7162, Phil.Egidi@state.co.us).

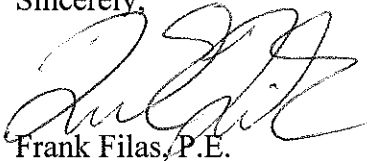
We received a copy of your letter, dated August 15, 2008, to Steve White of the Montrose County Land Use Department concerning the proposed mill facility. Your comments and concerns are well thought out and may serve as a good starting point for the wildlife assessment and the subsequent design of wildlife mitigation measures. The ER, which is scheduled to be completed over a 5-month period between May and September 2009, will be prepared by a 3rd-party environmental consulting firm contracted

by Energy Fuels. We anticipate that the ER will contain a summary of the biological baseline data, projected impacts to biota, and preliminary wildlife and wildlife habitat mitigation measures. Evaluation of impacts and mitigation measures will continue and our plans will be further refined once the mill license application is submitted and CDPHE initiates its multidisciplinary review of the plans.

The Radiation Control Program of CDPHE will be the lead agency in the state permitting process; however, they will not officially take on this role until we submit our license application. As a courtesy, we have provided copies of these same reports to CDPHE and they indicated that they would post them electronically on their website. Energy Fuels believes that it is important that we get input from the Division of Wildlife during the early development of the ER and hope that we can arrange a meeting with your office, our environmental contractor, representatives from the Radiation Control Program, and Energy Fuels in late spring or early summer. This would allow us to better define wildlife concerns and issues for the project plus provide an opportunity to develop working relationships.

We look forward to working with you and your staff on this project. In reviewing the enclosed reports, please let me know if you have any questions or concerns.

Sincerely,



Frank Filas, P.E.

Environmental Manager

Enclosures

Cc: Phil Egidi (CDPHE)
Steve Antony (Energy Fuels)