

Readjustment to Other Business Arrangement (ML 49703-OBA)

Royalty Reduction Request

Tony M Uranium Mine, Garfield County, Utah

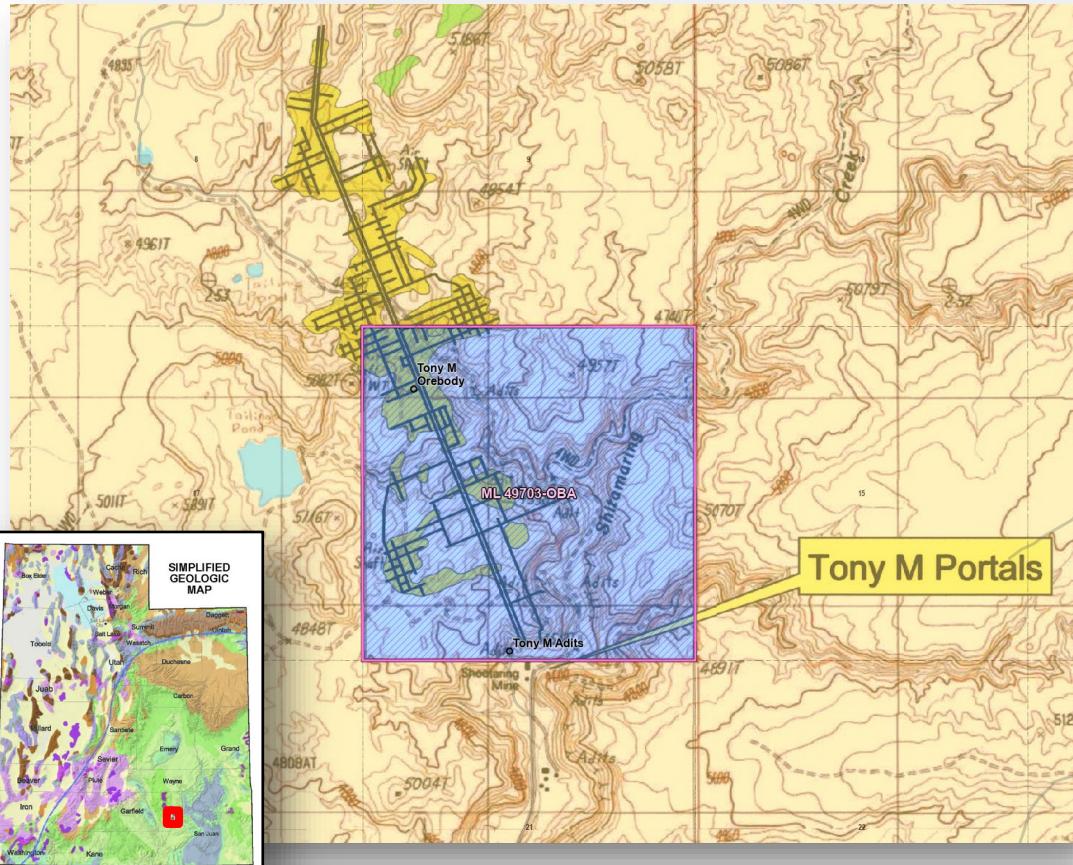
IsoEnergy Ltd.

Tyler Wiseman, PG – Lease Manager / Geoscientist

May 15, 2025

Tony M Uranium Mine – ML 49703-OBA

Garfield County



Geologic Overview

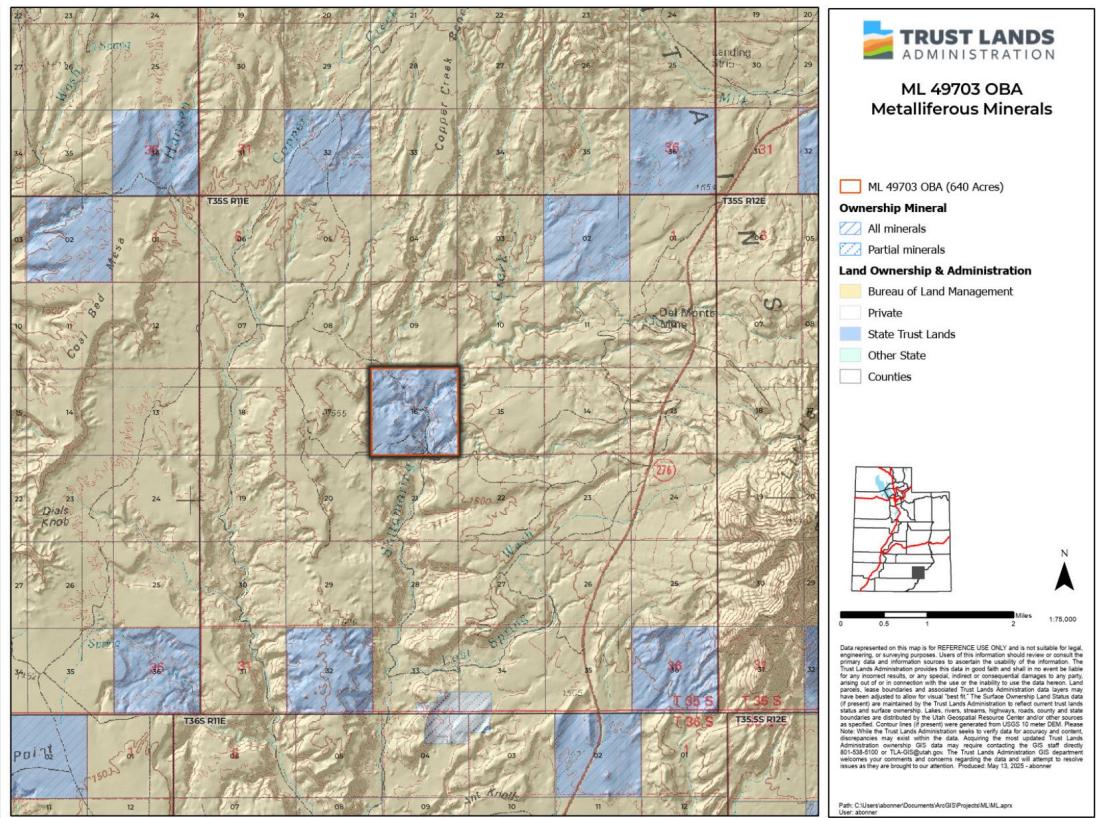
- Central Colorado Plateau
- South Henry Mountain (U-V) mining district
- Sandstone-hosted uranium mineral deposit
- ~1/6th of Tony M deposit on trust lands
- Mine portals located on trust lands
- Selective room and pillar mining method



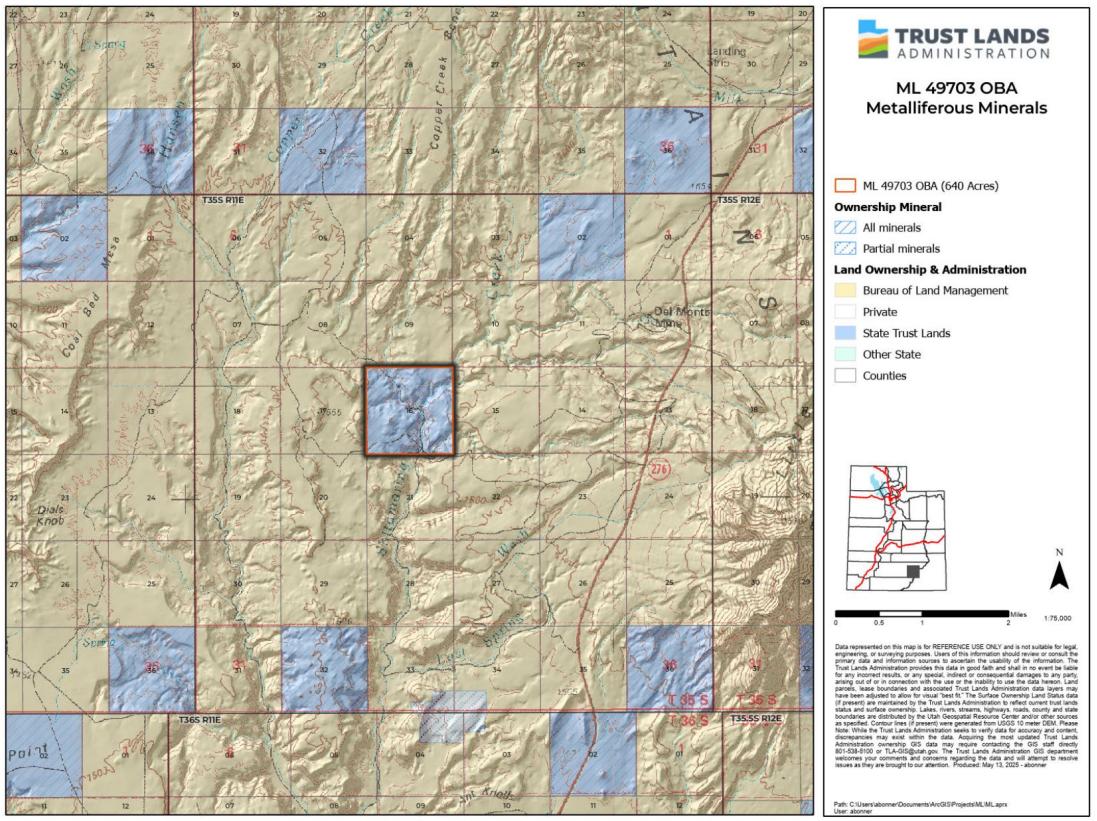
OBA Review

Tony M Uranium Mine – ML 49703-OBA Garfield County

- Board approval on February 10, 2005
- Section 16, T35S-R11E, Garfield County
- 640.00 total acres (100% Schools)
- Standard 10-year readjustment provision
- \$1.00 per acre annual rental
- \$1.00 per ton of ore transport/wheeling fee through mine portals on trust lands
- 8% Gross production royalty on fissionable minerals
- Escalating minimum royalty structure based on the sum of multiplying the lease acreage by the average annual uranium spot price and a 5x “royalty factor”



Tony M Uranium Mine – ML 49703-OBA Garfield County



Negotiations & Proposal

- Increased annual rental to \$3.00 per acre
- Increased transport/wheeling fee to \$3.00 per ton of off-lease ore removed through portals on trust lands
- IsoEnergy is requesting a production royalty decrease from 8% to 3% Gross, consistent with other western states with uranium exploration and development
- IsoEnergy is also requesting a change to the minimum royalty structure:
 - All future minimum royalties creditable against future production royalties
 - 3x annual rental for first three (3) years
 - From years 4 to 10, the “royalty factor” will be revised to 1.875x, reduced from 5x, and proportional to the production royalty change from 8% to 3%

Rationale & Recommendation

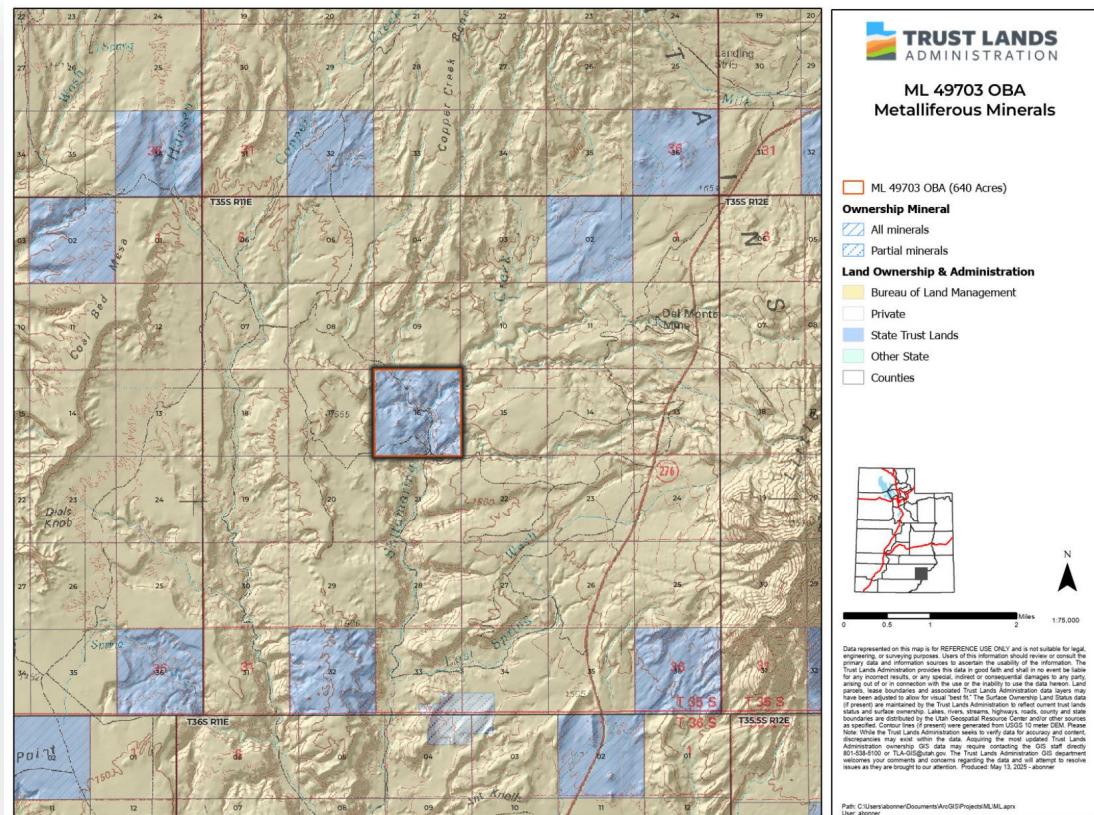
- ❑ IsoEnergy is well-funded and has a proven track record of successful exploration and development of uranium resources in the U.S., Canada, and Australia
- ❑ Agreement with Energy Fuels White Mesa Mill for processing

This proposal to readjust the terms of the original OBA was reviewed by the Energy & Minerals Committee on April 29, 2025.

The Energy & Minerals team recommends the Board approve the readjustment to ML 49703-OBA and offers the following motion:

"I move to approve the OBA readjustment with IsoEnergy Ltd. on the terms set forth in the Board Memorandum and to have the agency take all further actions necessary to finalize the transaction."

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Questions?

Thank You