

URANIUM ENERGY CORP
Form 10-Q
March 13, 2017

UNITED STATES

SECURITIES AND EXCHANGE COMMISSION

Washington, D.C. 20549

FORM 10-Q

**QUARTERLY REPORT PURSUANT TO SECTION 13 OR 15(d) OF THE SECURITIES EXCHANGE
X ACT OF 1934**

For the quarterly period ended **January 31, 2017**

or

**..TRANSITION REPORT PURSUANT TO SECTION 13 OR 15(d) OF THE SECURITIES EXCHANGE ACT
OF 1934**

For the transition period from _____ to _____

Commission File Number: **001-33706**

URANIUM ENERGY CORP.

(Exact name of registrant as specified in its charter)

Nevada

State or other jurisdiction of incorporation of organization)

98-0399476

(I.R.S. Employer Identification No.)

1030 West Georgia Street, Suite 1830, Vancouver, B.C., Canada V6E 2Y3

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(Address of principal executive offices)

(Zip Code)

(604) 682-9775

(Registrant's telephone number, including area code)

N/A

(Former name, former address and former fiscal year, if changed since last report)

Indicate by check mark whether the registrant (1) has filed all reports required to be filed by Section 13 or 15(d) of the Securities Exchange Act of 1934 during the preceding 12 months (or for such shorter period that the registrant was required to file such reports), and (2) has been subject to such filing requirements for the past 90 days.

Yes No

Indicate by check mark whether the registrant has submitted electronically and posted on its corporate Web site, if any, every Interactive Data File required to be submitted and posted pursuant to Rule 405 of Regulation S-T (§232.405 of this chapter) during the preceding 12 months (or for such shorter period that the registrant was required to submit and post such files). Yes No

Indicate by check mark whether the registrant is a large accelerated filer, an accelerated filer, a non-accelerated filer or a smaller reporting company. See the definitions of "large accelerated filer", "accelerated filer" and "smaller reporting company" in Rule 12b-2 of the Exchange Act.

Large accelerated filer

Accelerated filer

Non-accelerated filer (Do not check if a smaller reporting company) Smaller reporting company

Indicate by check mark whether the registrant is a shell company (as defined in Rule 12b-2 of the Exchange Act).

Yes No

Indicate the number of shares outstanding of each of the issuer's classes of common stock, as of the latest practicable date: 137,712,415 shares of common stock outstanding as of March 8, 2017.

URANIUM ENERGY CORP.

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PART I – FINANCIAL INFORMATION

Item 1. Financial Statements

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URANIUM ENERGY CORP.

CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

FOR THE SIX MONTHS ENDED JANUARY 31, 2017

(Unaudited)

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URANIUM ENERGY CORP.**CONDENSED CONSOLIDATED BALANCE SHEETS****(Unaudited)**

	Notes	January 31, 2017	July 31, 2016
CURRENT ASSETS			
Cash and cash equivalents		\$ 27,735,411	\$ 7,142,571
Inventories		211,662	275,316
Prepaid expenses and deposits	3	929,086	533,977
Other current assets		31,561	48,777
		28,907,720	8,000,641
MINERAL RIGHTS AND PROPERTIES			
PROPERTY, PLANT AND EQUIPMENT	4	37,682,788	37,973,951
RECLAMATION DEPOSITS	5	6,816,005	6,942,304
OTHER LONG-TERM ASSET	6	1,706,027	1,706,027
		1,553,388	1,553,388
		\$ 76,665,928	\$ 56,176,311
CURRENT LIABILITIES			
Accounts payable and accrued liabilities		\$ 2,335,380	\$ 1,822,447
Due to related parties	7	11,528	-
		2,346,908	1,822,447
DEFERRED INCOME TAX LIABILITIES			
LONG-TERM DEBT		626,449	643,825
OTHER LONG-TERM LIABILITY	8	19,799,746	19,198,178
ASSET RETIREMENT OBLIGATIONS	9	315,519	315,519
		3,858,900	3,746,464
		26,947,522	25,726,433
STOCKHOLDERS' EQUITY			
Capital stock			
Common stock \$0.001 par value: 750,000,000 shares authorized, 136,396,901 shares issued and outstanding (July 31, 2016 - 116,670,457)	10	136,397	116,670
Additional paid-in capital		267,535,746	239,701,884
Accumulated deficit		(217,939,009)	(209,353,946)
Accumulated other comprehensive loss		(14,728)	(14,730)
		49,718,406	30,449,878
		\$ 76,665,928	\$ 56,176,311

COMMITMENTS AND CONTINGENCIES	14
SUBSEQUENT EVENTS	6,8,13,14

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

URANIUM ENERGY CORP.

CONDENSED CONSOLIDATED STATEMENTS OF OPERATIONS AND COMPREHENSIVE LOSS

(Unaudited)

	Notes	Three Months Ended January 31, 2017	2016	Six Months Ended January 31, 2017	2016
SALES		\$ -	\$ -	\$ -	\$ -
COSTS AND EXPENSES					
Cost of sales		-	-	-	-
Inventory write-down		-	-	60,694	-
Mineral property expenditures	4	1,067,446	893,825	1,957,564	2,682,845
General and administrative	7,10	2,241,247	2,805,811	4,523,485	5,081,204
Depreciation, amortization and accretion	4,5,9	128,255	232,186	279,607	475,085
Impairment loss on mineral properties	4	154,774	86,535	297,942	86,535
		3,591,722	4,018,357	7,119,292	8,325,669
LOSS FROM OPERATIONS		(3,591,722)	(4,018,357)	(7,119,292)	(8,325,669)
OTHER INCOME (EXPENSES)					
Interest income		1,267	2,714	5,430	7,249
Interest expenses and finance costs	8	(749,419)	(789,770)	(1,487,522)	(1,567,463)
Loss on disposition of assets		(1,055)	(2,186)	(1,055)	(2,186)
		(749,207)	(789,242)	(1,483,147)	(1,562,400)
LOSS BEFORE INCOME TAXES		(4,340,929)	(4,807,599)	(8,602,439)	(9,888,069)
DEFERRED INCOME TAX BENEFIT		8,560	6,094	17,376	14,530
NET LOSS FOR THE PERIOD		(4,332,369)	(4,801,505)	(8,585,063)	(9,873,539)
OTHER COMPREHENSIVE LOSS, NET OF INCOME TAXES		42	(219)	2	(418)
TOTAL COMPREHENSIVE LOSS FOR THE PERIOD		\$ (4,332,327)	\$ (4,801,724)	\$ (8,585,061)	\$ (9,873,957)
NET LOSS PER SHARE, BASIC AND DILUTED	11	\$ (0.04)	\$ (0.05)	\$ (0.07)	\$ (0.10)
		119,891,769	99,644,030	118,495,845	99,105,173

**WEIGHTED AVERAGE NUMBER
OF SHARES OUTSTANDING,
BASIC AND DILUTED**

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

URANIUM ENERGY CORP.**CONDENSED CONSOLIDATED STATEMENTS OF CASH FLOWS****(Unaudited)**

	Notes	Six Months Ended January 31,	
		2017	2016
CASH PROVIDED BY (USED IN):			
OPERATING ACTIVITIES			
Net loss for the period		\$ (8,585,063)	\$ (9,873,539)
Adjustments to reconcile net loss to cash flows in operating activities			
Stock-based compensation	10	1,814,301	1,688,791
Depreciation, amortization and accretion	4,5,9	279,607	475,085
Amortization of long-term debt discount	8	601,568	683,390
Inventory write-down		60,694	-
Re-valuation of asset retirement obligations		-	(184,381)
Impairment loss on mineral properties	4	297,942	86,535
Loss on disposition of assets		1,055	2,186
Deferred income tax benefit		(17,376)	(14,530)
Changes in operating assets and liabilities			
Inventories		2,960	-
Prepaid expenses and deposits		(395,109)	(168,373)
Other current assets		17,218	(682)
Accounts payable and accrued liabilities	13	607,826	(635,725)
NET CASH FLOWS USED IN OPERATING ACTIVITIES		(5,314,377)	(7,941,243)
FINANCING ACTIVITIES			
Shares issuance for cash, net of issuance costs	10	25,899,128	225,115
Due to related parties	7	11,528	47,465
NET CASH FLOWS PROVIDED BY (USED IN) FINANCING ACTIVITIES		25,910,656	272,580
INVESTING ACTIVITIES			
Purchase of property, plant and equipment		(3,439)	(18,439)
Proceeds from disposition of assets		-	818
Decrease in reclamation deposits		-	(1)
NET CASH FLOWS USED IN INVESTING ACTIVITIES		(3,439)	(17,622)
NET CASH FLOWS		20,592,840	(7,686,285)
CASH AND CASH EQUIVALENTS, BEGINNING OF PERIOD		7,142,571	10,092,408
CASH AND CASH EQUIVALENTS, END OF PERIOD		\$ 27,735,411	\$ 2,406,123

SUPPLEMENTAL CASH FLOW INFORMATION

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

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URANIUM ENERGY CORP.

CONDENSED CONSOLIDATED STATEMENTS OF STOCKHOLDERS' EQUITY

(Unaudited)

	Common Stock Shares	Amount	Additional Paid-in Capital	Accumulated Deficit	Accumulated Other Comprehensive Loss	Stockholders' Equity
Balance, July 31, 2016						