WESTERN URANIUM CORPORATION

CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS

FOR THE THREE MONTHS ENDED MARCH 31, 2015 AND 2014

(Stated in $USD)

(Unaudited – Prepared by Management)

(These unaudited condensed interim consolidated financial statements, prepared by management, have not been reviewed by the Company's external auditors)

WESTERN URANIUM CORPORATION

CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS

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WESTERN URANIUM CORPORATION

CONDENSED INTERIM CONSOLIDATED STATEMENTS OF FINANCIAL POSITION

(Stated in $USD)

(Unaudited - Prepared by Management)

	As at	
	March 31, 2015	December 31, 2014
ASSETS		
Current:		
Cash	**$ 893,233**	$ 172,909
Accounts receivable (Note 5)	**39,576**	24,273
Prepaid permit and other costs	**85,349**	98,682
Marketable securities (Note 6)	**3,448**	3,448
	1,021,606	299,312
Long term:		
Restricted cash (Note 7)	**653,878**	653,734
Advances receivable (Note 4)	**128,005**	-
Mineral properties (Note 8)	**1,545,218**	1,543,218
	$ 3,348,707	$ 2,496,264
LIABILITIES		
Current:		
Accounts payable and accrued liabilities (Note 9)	**$ 139,078**	$ 186,681
Current portion of notes payable (Note 10)	**241,409**	503,979
	380,487	690,660
Long term:		
Reclamation liability (Note 11)	**115,772**	113,772
Notes payable, net of current portion (Note 10)	**442,195**	423,041
	938,454	1,227,473
SHAREHOLDERS' EQUITY		
Share capital (Note 12)	**3,668,952**	2,315,159
Accumulated deficit	**(1,258,699)**	(1,046,368)
	2,410,253	1,268,791
	$ 3,348,707	$ 2,496,264

Going concern (Note 1(d))

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

Approved on behalf of the Board:

" George Glasier "
Director

" Michael Skutezky "
Director

WESTERN URANIUM CORPORATION

CONDENSED INTERIM CONSOLIDATED STATEMENTS OF LOSS AND COMPREHENSIVE LOSS

(Stated in $USD)

(Unaudited - Prepared by Management)

	For the Three Months Ended March 31, 2015	For the Three Months Ended March 31, 2014
Expenses		
Mining expenditures (Note 14)	**$ 41,680**	$ -
Professional fees	**76,232**	-
Office and general	**29,686**	-
Accretion and interest	**13,320**	-
Consulting fees (Note 17)	**42,722**	-
Foreign exchange loss	**8,691**	-
Net loss and comprehensive loss for the period	**$ (212,331)**	$ -
Loss per share - basic and diluted (Note 13)	**$ (0.02)**	$ -

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

WESTERN URANIUM CORPORATION

CONDENSED INTERIM CONSOLIDATED STATEMENTS OF CHANGES IN SHAREHOLDERS' EQUITY

(Stated in $USD)
(Unaudited - Prepared by Management)

	Common shares			
	Shares *(Note 12)*	Amount	Accumulated deficit	Total
As at March 10, 2014	**-**	**$ -**	**$ -**	**$ -**
Net loss for period	-	-	-	-
As at March 31, 2014	**-**	**-**	**-**	**-**
As at January 1, 2015	**11,396,924**	**$ 2,315,159**	**$ (1,046,368)**	**$ 1,268,791**
Sale of 640,000 common shares on February 4, 2015 in Private Placement, net of expenses of $99,809	640,000	1,353,793	-	1,353,793
Net loss for period	-	-	(212,331)	(212,331)
As at March 31, 2015	**12,036,924**	**$ 3,668,952**	**$ (1,258,699)**	**$ 2,410,253**

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

WESTERN URANIUM CORPORATION

CONDENSED INTERIM CONSOLIDATED STATEMENTS OF CASH FLOWS

THREE MONTH PERIODS ENDED MARCH 31, 2015 AND 2014

(Stated in $USD)

(Unaudited - Prepared by Management)

	For the three months ended March 31, 2015	For the three months ended March 31, 2014
Operating activities		
Net loss	$ (212,331)	$ -
Add items not affecting cash		
Accretion of discount on notes payable (Note 10)	9,930	-
	(202,401)	-
Change in non-cash working capital items		
Accounts receivable	(15,303)	-
Prepaid expenses	13,333	-
Restricted cash	(144)	-
Accounts payable and accrued liabilities	(47,603)	-
	(252,118)	-
Investing activities		
Advance on Credit Facility to Black Range	(128,005)	-
	(128,005)	-
Financing activities		
Payment of Nueco Note	(253,346)	-
Proceeds for the sale of common stock in private placement, net of offering costs (Note 12)	1,353,793	-
	1,100,447	-
Change in cash	720,324	-
Cash, beginning of period	172,909	-
Cash, end of period	$ 893,233	$ -
Non-cash investing and financing activity:		
Increase in advance from affiliate for deposit on purchase of mining assets	$ -	$ 250,000

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

1. NATURE OF OPERATIONS AND GOING CONCERN

(a) Nature of operations

Western Uranium Corporation ("Western") was incorporated in December, 2006 under the Ontario Business Corporations Act. On November 20, 2014, the Company completed a listing process on the Canadian Securities Exchange ("CSE"). As part of that process, the Company acquired 100% of the members' interests of Pinon Ridge Mining LLC ("PRM"), a Delaware limited liability company. The transaction constituted a reverse takeover ("RTO") of Western by PRM. Subsequent to obtaining appropriate shareholder approvals, the Company reconstituted its Board of Directors and senior management team.

PRM is a Delaware limited liability company with an indefinite term, which was formed on March 10, 2014 for the purpose of purchasing and operating uranium mines in Utah and Colorado. On August 18, 2014, the Company closed on the purchase of certain mining properties from Energy Fuels Holding Corp. ("EFHC")

The Company has registered offices at 365 Bay Street, Suite 500, Toronto, Ontario, Canada, M5H 2V1 and its common shares are listed on the CSE under the symbol "WUC". Its principal business activity is the acquisition and development of uranium resource properties in the states of Utah and Colorado in the United States of America ("USA").

The unaudited condensed interim consolidated financial statements have not been reviewed by the company's external auditors and were authorized for issuance by the Board of Directors on May 31, 2015.

(b) Reverse Takeover Transaction

On November 20, 2014, Western, now the Company, through its wholly-owned US subsidiary Western Uranium Corporation, which was incorporated in Utah ("Western US"), acquired 100% of the members' interests of PRM. The transaction formed the basis for the Company obtaining a public listing on the Canadian Securities Exchange ("CSE"). To effect the transaction, Western issued 11,000,000 post-consolidation common shares in exchange for all the issued and outstanding securities of PRM.

Although the transaction resulted in PRM legally becoming a wholly-owned subsidiary of Western, the transaction constituted a reverse takeover of Western and has been accounted for as a reverse takeover transaction in accordance with guidance provided in IFRS 2 Share Based Payments. As Western did not qualify as a business according to the definition in IFRS 3, this reverse takeover transaction does not constitute a business combination. It has been treated as an issuance of shares by PRM for the net monetary assets of Western.

The transaction therefore has been accounted for as a capital transaction, with PRM being identified as the accounting acquirer and the equity consideration measured at fair value. The resulting consolidated financial statements have been presented as a continuance of PRM's financial statements. The results of operations, cash flows and the assets and liabilities of Western have been included in these consolidated financial statements since November 20, 2014, the acquisition date.

1. NATURE OF OPERATIONS AND GOING CONCERN, CONTINUED

(c) Private Placement

On February 4, 2015, the Company completed a private placement *(see note 12).*

(d) Going concern

The accompanying condensed interim consolidated financial statements have been prepared using International Financial Reporting Standards ("IFRS") applicable to a going concern. Accordingly, they do not give effect to adjustments that would be necessary should the Company be unable to continue as a going concern. In this circumstance, the Company would be required to realize its assets and liquidate its liabilities and commitments in other than the normal course of business and at amounts different from those in the accompanying condensed interim consolidated financial statements. Such adjustments could be material.

The Company has a working capital surplus as at March 31, 2015 of $641,119 and has incurred a net loss for the three months ended March 31, 2015 of $212,331. It expects to incur further losses in the development of its business. The Company will require additional financing in order to conduct its planned work programs on its mineral properties, meet its ongoing levels of corporate overhead and discharge its liabilities as they come due. These conditions indicate the existence of material uncertainties that cast significant doubt upon the Company's ability to continue as a going concern.

2. SIGNIFICANT ACCOUNTING POLICIES

(a) Statement of compliance

These unaudited condensed interim consolidated financial statements have been prepared in accordance with IAS 34 Interim Financial Reporting and do not include all of the information required for full annual financial statements by International Financial Reporting Standards ("IFRS") as issued by the International Accounting Standard Board ("IASB").

These unaudited condensed interim consolidated financial statements should be read in conjunction with the company's audited consolidated financial statements for the year ended December 31, 2014 and reflect the same accounting policies and methods of computation applied therein.

(b) Basis of preparation

The accounting policies and methods of application applied by the Company in these condensed interim consolidated financial statements are the same as those applied in the Company's most recent annual consolidated financial statements as at and for the year ended December 31, 2014. These condensed interim consolidated financial statements do not include all of the information required for full annual financial statements and therefore should be read in conjunction with the Company's most recent annual consolidated financial statements as at and for the year ended December 31, 2014. The effects of future IFRS pronouncements have been disclosed in Note 3 of these condensed interim consolidated financial statements.

2. SIGNIFICANT ACCOUNTING POLICIES, CONTINUED

(c) Basis of consolidation

These condensed interim consolidated financial statements include the accounts of the Company and its wholly-owned subsidiaries PRM and Western US.

Subsidiaries are those entities which the Company controls by having exposure or rights to variable returns from its involvement with the entity and by having the ability to affect those returns through its power over the entity. Subsidiaries are fully consolidated from the date on which control is obtained by the Company and are de-consolidated from the date that control ceases. Intercompany transactions, balances, income and expenses, and profits and losses are eliminated.

3. ACCOUNTING STANDARD ISSUED BUT NOT YET EFFECTIVE

As at the date of authorization of these condensed interim consolidated financial statements, the IASB has issued the following revised standard which is not yet effective:

IFRS 9: "Financial Instruments" was issued by the IASB in its final form in June, 2014 and will replace IAS 39 "Financial Instruments: Recognition and Measurement". IFRS 9 replaces the multiple rules in IAS 39 with a single approach to determine whether a financial asset is measured at amortized cost or fair value and a new mixed measurement model for debt instruments having only two categories: amortized cost and fair value. The approach in IFRS 9 is based on how an entity manages its financial instruments in the context of its business model and the contractual cash flow characteristics of the financial assets. The new standard also requires a single impairment method to be used, replacing the multiple impairment methods in IAS 39. IFRS 9 is effective for annual periods beginning on or after January 1, 2018.

The Company has not early adopted this standard and does not currently intend to do so, but management is currently assessing the impact of its application in the condensed interim consolidated financial statements.

IFRS 15: "Revenue from Contracts with Customers" deals with revenue recognition and establishes principles of reporting useful information to users of financial statements about the nature, amount, timing, and uncertainty of revenue and cash flows arising from an entity's contracts with customers. It is effective for annual periods beginning on or after January 1, 2017 and earlier application is permitted. The IASB has issued an exposure draft that would, if approved defer the effective date to January 1, 2018. The Company is still in the process of assessing the impact, if any, on its consolidated financial statements of this new standard.

4. BUSINESS ACQUISITION

(a) Black Range Minerals: Letter of Intent (January 30, 2015 press release)

On January 30, 2015, the Company announced it had entered into a Letter of Intent with Black Range Minerals Limited (ASX:BLR) ("Black Range"), an Australian Company listed on the Australian Securities Exchange, proposing a combination of the two companies. The Letter of Intent confirmed Western's desire to acquire all of the issued shares of Black Range (the "Transaction"). In the Transaction, Black Range shareholders would receive one (1) new Western share for every 750 Black Range shares held. The Letter of Intent is non-binding and the Transaction remains subject to the parties conducting due diligence with respect to each other, and reaching agreement on the detailed terms for the Transaction and negotiating definitive agreements for the Transaction.

(b) Black Range Minerals: Definitive Agreements Executed, Formalizing WUC's Takeover of Black Range (March 23, 2015 press release)

On March 23, 2015, the Company announced that, further to its announcement of January 30, 2015 disclosed above, Black Range and Western have executed a series of definitive agreements and ancillary documents to give effect to the proposed transaction which is to be implemented under a Scheme of Arrangement under the Australian Corporations Act 2001 ("Scheme") (the "Agreements").

(i) Offer Structure and Terms

Western has proposed to acquire all of the issued ordinary shares of Black Range by way of a Scheme. The offer is subject to a number of conditions, including:

(1) receipt of all requisite regulatory and shareholder approvals;
(2) an independent expert providing an independent expert's report to Black Range that, in the opinion of the independent expert, the Scheme is in the best interests of Black Range shareholders;
(3) all outstanding Black Range options to be converted to options to acquire shares in Western on a 1 to 750 ratio, for the same term of exercise period as BLR options and at a corresponding exercise price ratio;
(4) Black Range's key personnel waiving any entitlements to redundancy, severance or termination payments that may otherwise be triggered by a change of control event;
(5) under the terms of the Agreements, Black Range has arranged for the transport of an ablation pilot plant to Western's Sunday Mine Complex for the purpose of undertaking a field trial. Western is responsible for the transportation and field trial costs;
(6) subject to the condition that in the event Black Range's Board of Directors receives a proposal from a third party that it determines is superior to Western's proposal, Black Range may terminate the Agreements, subject to repaying all amounts outstanding under the Credit Facility and paying Western a break fee of $500,000 within 60 days following such termination;
(7) Western may terminate the Agreements at any time by providing written notice, in which case Western will reimburse Black Range their costs incurred as a result of the offer up to AUD $100,000.

4. BUSINESS ACQUISITION, CONTINUED

(b) Black Range Minerals: Definitive Agreements Executed, Formalizing WUC's Takeover of Black Range (March 23, 2015 press release), continued

(ii) Credit facility

Concurrently with the execution of the Agreements, Western has agreed to provide a secured credit facility providing for loans up to AUD $450,000 (the "Credit Facility"), the terms of which include the following:

(1) interest will accrue at 8.00% per annum;
(2) loans under the Credit Facility are secured by Black Range's assets to the extent permitted by law and subject to any requisite third party consents; and
(3) the loan, together with accrued interest, will be repayable to Western on the earlier of (i) 60 days after either party gives notice to terminate the Transaction as provided in the LOI or the Merger Implementation Agreement (as applicable), (ii) 60 days after the date of the Black Range Shareholder Meeting (as defined in the Merger Implementation Agreement), and, (iii) 1 October 2015 (the "Principal Repayment Date").

Through March 31, 2015, advances of approximately USD $128,005 have been made to Black Range under the terms of this credit facility.

5. ACCOUNTS RECEIVABLE

	As at March 31, 2015	As at December 31, 2014
Refundable HST ITC's	**$ 39,576**	$ 24,273

6. MARKETABLE SECURITIES

The Company's marketable securities are carried at fair value and are comprised of the following:

	As at March 31, 2015		As at December 31, 2014	
	$	**Shares**	$	Shares
Caracara Silver Inc.	**$ 3,448**	**800,000**	$ 3,448	800,000

The marketable securities have not declined in value since the date of the RTO. As at March 31, 2015 the Company has 800,000 shares of the marketable securities.

7. RESTRICTED CASH

Certain cash balances are restricted as they relate to deposits with banks that have been assigned to state reclamation authorities in the United States to secure various reclamation guarantees with respect to mineral properties in Utah and Colorado. As these funds are not available for general corporate purposes and secure the long term reclamation liability (*see note 11)*, they have been separately disclosed and classified as long-term.

8. MINERAL PROPERTIES

On August 18, 2014, the Company purchased mining assets from Energy Fuels Holding Corp. ("EFHC") in an arm's length transaction. The mining assets include both owned and leased land in the states of Utah and Colorado. All of the mining assets represent properties which have previously been mined to different degrees for uranium in the past. As some of the properties have not formally established proven or probable reserves, there may be greater inherent uncertainty as to whether or not any mineralized material can be economically extracted as originally planned and anticipated.

The Company's mining properties include, San Rafael Uranium Project located in Emery County, Utah; The Sunday Mine Complex located in western San Miguel County, Colorado; The Van 4 Mine located in western Montrose County, Colorado; The Yellow Cat Project located in eastern Grand County, Utah; The Farmer Girl Mine project located in Montrose County, Colorado; The Sage Mine project located in San Juan County, Utah, and San Miguel County, Colorado USA.

During the three months ended March 31, 2015 the additions to the mineral properties amounted to $2,000 from accretion of the reclamation liability (*see note 11*).

9. ACCOUNTS PAYABLE AND ACCRUED LIABILITIES

	As at March 31, 2015	As at December 31, 2014
Trade accounts payable	**$ 27,148**	$ 48,706
Accrued liabilities	**111,930**	137,975
	$ 139,078	$ 186,681

10. NOTES PAYABLE

On August 18, 2014, in connection with the purchase of the mining assets, the Company entered into a note payable with EFHC (the "EFHC Note") for $500,000. The EFHC Note bears interest at a rate of 3.0% per annum and is secured by a first priority interest in the Mining Assets. On the date of the purchase, the Company recorded the EFHC Note net of a discount for interest of $73,971 at a rate of 4% per annum, resulting in a total effective interest rate of 7% per annum. The discount is being amortized using the effective interest method over the life of the loan. All principal on the EFHC Note is due and payable on August 18, 2018 and interest on the EFHC Note is due and payable annually beginning August 18, 2015.

10. NOTES PAYABLE, CONTINUED

On August 18, 2014, also in connection with the purchase of the Mining Assets, the Company entered into a Note Assumption Agreement with EFHC and Nuclear Energy Corporation ("Nueco"), whereby the Company assumed all of the obligations of EHFC under its note payable with Nueco (the "Nueco Note"). As at March 31, 2015, the Nueco Note had a remaining obligation outstanding of $250,180, which is due on October 13, 2015. The Nueco Note bears no stated interest rate and is secured by certain of the Company's Mining Assets. On the date of the purchase, the Company recorded the Nueco note net of a discount for interest of $23,724 at a rate of 7% per annum. The discount is being amortized using the effective interest method over the life of the loan.

The Nueco payment due on December 20, 2014 in the amount of $250,180 was made on January 5, 2015 without penalty other than additional interest at 6% per annum.

During the three months ended March 31, 2015 the Company's accretion and interest expense was $13,320.

	As at March 31, 2015		
	EFHC	Nueco	Total
Note payable arising on acquisition of mining properties	$ 500,000	$ 500,360	$ 1,000,360
Note discount	(62,083)	(11,257)	(73,340)
Note payable, net, December 31, 2014	437,917	489,103	927,020
Accretion of discount	4,278	5,652	9,930
Payments	-	(253,346)	(253,346)
Note payable, net, March 31, 2015	442,195	241,409	683,604
Less: current portion	-	(241,409)	(241,409)
Long term portion	$ 442,195	$ -	$ 442,195

	As at December 31, 2014		
	EFHC	Nueco	Total
Note payable arising on acquisition of mining properties	$ 500,000	$ 500,360	$ 1,000,360
Note discount	(73,971)	(23,724)	(97,695)
Note payable, net (at date of acquisition)	426,029	476,636	902,665
Accretion of discount	6,340	12,467	18,807
Accrued interest	5,548	-	5,548
	437,917	489,103	927,020
Less: current portion	(14,876)	(489,103)	(503,979)
Long term portion	$ 423,041	$ -	$ 423,041

11. RECLAMATION LIABILITY

The reclamation liabilities of the US mines are subject to legal and regulatory requirements, and estimates of the costs of reclamation are reviewed periodically by the applicable regulatory authorities. The reclamation liability represents the Company's best estimate of the present value of future reclamation costs in connection with the mineral properties *(see note 8)*. The Company estimated that the gross reclamation liability at the time of the acquisition of the mineral properties to be approximately $672,196. During the three months ended March 31, 2015 the accretion of the reclamation liabilities amounted to $2,000. The Company expects to begin incurring the reclamation liability after 2054, and accordingly, has discounted the gross liability over a thirty year life using a discount rate of 6.1% to a net discounted value as at March 31, 2015 of $115,772. The remaining gross reclamation liability of $653,734 is secured by certificates of deposit in the amount of $653,878 *(see note 7)*.

12. SHARE CAPITAL AND OTHER EQUITY INSTRUMENTS

Private placement

On February 4, 2015, the Company completed a private placement raising gross proceeds of CAD $1,760,000 (USD $1,453,602) through the issuance of 640,000 common shares at a price of CAD $2.75 (USD $2.27) per common share. In connection with this private placement, the Company paid broker fees, legal fees and other expenses of USD $99,809.

13. LOSS PER SHARE

Basic and diluted loss per share is computed using the weighted average number of common shares outstanding. The weighted average number of common shares outstanding for the three months ended March 31, 2015 was 11,795,146.

Diluted loss per share and the weighted average number of common shares exclude all potentially dilutive equity instruments since their effect is anti-dilutive. The only potentially dilutive equity instruments outstanding during the three months ended March 31, 2015 were 106,250 warrants which expired unexercised on February 26, 2015.

14. MINING EXPENDITURES

	For the three Months ended March 31, 2015	For the three Months ended March 31, 2014
Permits	**$ 28,725**	$ -
Maintenance	**12,955**	-
	$ 41,680	$ -

15. CAPITAL DISCLOSURES

The Company's objectives when managing capital are to safeguard cash as well as maintain financial liquidity and flexibility in order to preserve its ability to meet financial obligations and deploy capital to develop its mining properties into production and to maintain investor, creditor and market confidence to sustain the future development of the business. The Company considers its capital structure to be its shareholders' equity. The Company's financial strategy is designed to maintain a flexible capital structure consistent with the objectives stated above and to respond to business growth opportunities and changes in economic conditions. In order to maintain or adjust its capital structure, the Company may, from time to time, secure equity capital raised by way of private placements, issue new debt (secured, unsecured, convertible and/or other types of debt instruments), acquire or dispose of assets or adjust its capital spending to manage its ability to continue as a going concern.

There can be no assurances that the Company will be able to continue raising equity capital in this manner. The Board of Directors does not establish quantitative return on capital criteria for management, but rather relies on the expertise of the Company's management to sustain future development of the business. Management reviews its capital management approach on an ongoing basis and believes that this approach, given the relative size of the Company, is reasonable. There have been no changes in the Company's approach to capital management since the year-end. The Company is not subject to externally imposed capital requirements.

16. SEGMENTED INFORMATION

The Company conducts its business in a single operating segment consisting of the exploration activities in Utah and Colorado, where all the mineral properties and restricted cash are situated.

17. RELATED PARTY TRANSACTIONS (INCLUDING KEY MANAGEMENT COMPENSATION)

The Company has transacted with related parties pursuant to service arrangements in the ordinary course of business, as follows:

(a) Entities controlled by a member of the Board of Directors incurred consulting fees totalling approximately $9,670 during the three months ended March 31, 2015. As at March 31, 2015, the Company has approximately $3,151 in accounts payable and accrued liabilities owing to this director.

(b) Pursuant to a consulting agreement, a US limited liability company owned by a person who is a director and the company's CFO entered into a contract with the Company effective January 1, 2015 to provide financial and consulting services at an annual fee of $100,000. The contract has a term of one year and is subject to a 90 day cancellation notice by either party plus normal termination clauses for breach of contract.

During the three months ended March 31, 2015, consulting fees of $25,000 were charged under this consulting agreement. As at March 31, 2015, the Company has $0 in accounts payable and accrued liabilities under this consulting agreement.