HoldCo Markets

October 27, 2026

enCore Energy (EU, EU-CN)

Permitting On-Track; Growth Narrative to Resume in 2027

Event

enCore Energy provided an update on its permitting initiatives for three new production areas located in South Texas - namely Upper Spring Creek and Alta Mesa Production Area 8 (PAA-8) and the Alta Mesa Production Area 3 (PAA-3) extension. With permitting on track and final authorizations expected between November to early January, all of the three new production areas are expected to contribute materially to production in 2027.

Details

- **Arduous Permitting Was Weighing on Production –** Mired in permitting purgatory for much of this year, the slower than expected permitting process for Alta Mesa and Upper Spring Creek has plagued enCore's growth outlook, particularly given the disappointing production results as disclosed in Q2/2026 when a disappointing 131,274 lbs U3O8 were extracted. With production significantly lower and costs materially higher, enCore shares have been under pressure YTD and have declined by nearly -70%
- **Growth Narrative to Resume in 2027 –** Specifically, Upper Spring Creek PAA-1 is in the final stage of permitting; the public comment period on the Final Draft Permit closed on October 19, 2026, and final TCEQ authorization is expected on or before November 13, 2026. The Alta Mesa PAA-8 and PAA-3 extensions continue to work their way through TCEQ technical review. The wellfields remain on schedule with final permitting expected by the end of the year for the PAA-3 Extension and early in the new year for P-AA8.

Conclusion

Now with an element of permitting certainty, the timelines for both Upper Spring Creek, Alta Mesa PAA-8 and the PAA-3 Extension have been critical given that the Alta Mesa Wellfield 3 Extension and the Upper Spring Creek wellfield supplying the Rosita CPP have been ready for operation for some time already. We note that production from these new areas will be instrumental for enCore's production growth narrative to resume, particularly since Alta Mesa's Wellfield 7 is likely already depleted. enCore Energy maintains plenty in treasury with total liquidity of ~$90M at quarter-end and uranium inventory amounting to over 203,000 lbs. Still anchored by a $100/lb LT uranium price, after factoring in corporate adjustments, we maintain our target NAV multiple of 1.10x NAV8%. We maintain our 12-month price objective of $2.00 per share (rounded). This equates to upside of +156% from the most recent close (October 27). Shares of enCore Energy currently trade at a 0.31x P/NAV multiple. The full details can be found here:

Company Profile

Sector	Mining
Sub-Sector	Uranium
Ticker	EU
Ticker	EU.CA
Current Price ($)	$0.78
12-Mth Price Objective ($)	$2.00
Potential Upside	156%
Mkt Cap, Basic ($M)	$138.8M
Mkt Cap, FD ($M)	$141.3M
EV ($M)	$202.6M
Shares O/S Basic (M)	194.2
1-Mth Return	-43.3%
3-Mth Return	-38.9%
YTD Return	-68.8%

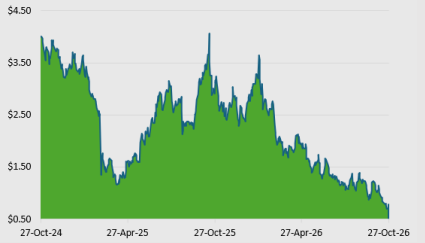
	2024	2025	2026e
U3O8 Production lbs	288,589	699,807	605,000
LOM Production lbs	23,731,000		
LOM avg. Cash cost$/lb	$18.29		
LOM avg. AISC$/lb	$38.31		

Measured & Indicated	PPM U3O8	Attrib. lbs
Alta Mesa (70%)	111	2.4M
Dewey Burdock	116	17.1M
Gas Hills	101	7.7M
Crownpoint/Hosta Butte	105	26.6M

Company Description

enCore Energy is a NYSE and TSXV listed in-situ recovery (ISR) uranium company with projects spread throughout Texas, South Dakota, Wyoming and New Mexico. The company currently owns three fully licensed U processing facilities in Texas (Rosita, Alta Mesa & Kingsville Dome). Rosita began production in 2023 while Alta Mesa began re-started ISR production in 2024.

2-Year Stock Chart



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