

EARLY WARNING REPORT

Filed pursuant to National Instrument 62-103

AND

Section 102.1 of the *Securities Act* (Ontario) and Similar Provisions of other Provincial Securities Legislation

This report is made pursuant to the provisions of the securities legislation referred to above in connection with the acquisition of securities of Azarga Uranium Corp., formerly Powertech Uranium Corp. (the “**Issuer**”).

1. **The name and address of the offeror:**

Blumont Group Ltd. (“**Blumont**”)
298 Tiong Bahru Road
#20-02/03 Central Plaza
Singapore 168730

2. **The designation and number or principal amount of securities and the offeror’s securityholding percentage in the class of securities of which the offeror acquired ownership or control in the transaction or occurrence giving rise to the obligation to file the news release, and whether it was ownership or control that was acquired in those circumstances:**

On October 29, 2014, the Issuer acquired all of the issued and outstanding common shares (the “**Azarga Shares**”) and other securities of Azarga Resources Ltd. (“**Azarga**”) (the “**Transaction**”). Pursuant to the Transaction, each holder of issued and outstanding Azarga Shares was issued, as consideration for the transfer of their Azarga Shares to the Issuer, common shares of the Issuer (each, an “**Issuer Share**”) on the basis of 3.65 Issuer Shares for each Azarga Share (the “**Exchange Ratio**”). In connection with the Transaction, the Issuer also completed a) a consolidation of the outstanding Issuer Shares on the basis of one post-consolidation Issuer Share for 10 pre-consolidation Issuer Shares (“**Consolidation**”) and b) a private placement of Issuer Shares for gross proceeds of CDN\$5.0 million (“**Placement**”).

Pursuant to the Transaction, Blumont acquired, through Powerlite Ventures Limited (“**Powerlite**”) (a wholly owned subsidiary of Blumont), beneficial ownership of and/or control or direction over 18,053,810 Issuer Shares.

Prior to the Transaction, Blumont, through Powerlite, held 49,462,493 shares in Azarga, which in turn held approximately 45% of the total issued share capital of the Issuer; however, neither Blumont nor Powerlite beneficially owned and/or exercised control or direction over any Issuer Shares. Following the Transaction, Consolidation and Placement, Blumont, through Powerlite, beneficially owns and/or exercises control or direction over an aggregate of 18,053,810 Issuer Shares. These securities represent approximately 30% of the issued and outstanding Issuer Shares.

3. **The designation and number or principal amount of securities and the offeror’s securityholding percentage in the class of securities immediately after the transaction or occurrence giving rise to the obligation to file the news release:**

As set out in paragraph 2 above.

4. **The designation and number or principal amount of securities and the percentage of outstanding securities of the class of securities referred to in paragraph 3 over which:**

- (a) **the offeror, either alone or together with any joint actors, has ownership and control:**

As set out in paragraph 2 above.

- (b) **the offeror, either alone or together with any joint actors, has ownership but control is held by other persons or companies other than the offeror or any joint actor; and**

Not applicable.

- (c) **the offeror, either alone or together with any joint actors, has exclusive or shared control but does not have ownership:**

Not applicable.

5. **The name of the market in which the transaction or occurrence that gave rise to the news release took place:**

The Issuer Shares were acquired by way of the Transaction.

6. **The value, in Canadian dollars, of any consideration offered per security if the offeror acquired ownership of a security in the transaction or occurrence giving rise to the obligation to file a news release:**

In accordance with the terms of the Transaction, the acquired Issuer Shares were exchanged for Azarga Shares held by Powerlite on the basis of the Exchange Ratio, and for no additional consideration.

7. **The purpose of the offeror and any joint actors in effecting the transaction or occurrence that gave rise to the news release, including any future intention to acquire ownership of, or control over, additional securities of the reporting issuer:**

In accordance with the terms of the Transaction, the acquired Issuer Shares were exchanged for Azarga Shares held by Powerlite on the basis of the Exchange Ratio.

8. **The general nature and the material terms of any agreement, other than lending arrangements, with respect to securities of the reporting issuer entered into by the offeror, or any joint actor, and the issuer of the securities or any other entity in connection with the transaction or occurrence giving rise to the news release, including agreements with respect to the acquisition, holding, disposition or voting of any of the securities:**

On February 25, 2014, the Issuer entered into a share purchase agreement with Azarga, which set out the terms of the Transaction. On October 29, 2014, the Transaction was completed and all of the issued and outstanding Azarga Shares were exchanged for Issuer Shares on the basis of the Exchange Ratio.

For further details regarding the Transaction, please refer to the Issuer's news releases dated May 16, 2014, June 30, 2014, July 31, 2014, September 12, 2014, October 22, 2014 and October 29, 2014 and the information circular of the Issuer dated May 13, 2014 which was filed with the applicable regulatory authorities and is available on the System for Electronic Document Analysis and Review ("**SEDAR**") at www.sedar.com.

9. **The names of any joint actors in connection with the disclosure required by this Report:**

Not applicable.

10. **In the case of a transaction or occurrence that did not take place on a stock exchange or other market that represents a published market for the securities, including an issuance from treasury, the nature and value in Canadian dollars of the consideration paid by the offeror:**

As set out in paragraph 6 above.

11. **If applicable, a description of any change in any material fact set out in a previous report by the entity under the early warning requirements or Part 4 in respect of the reporting issuer's securities:**

Not applicable.

12. **If applicable, a description of the exemption from securities legislation being relied on by the offeror and the facts supporting that reliance:**

Not applicable.

Dated the 29th day of October, 2014.