

AUG 29 1961

LA:OGW  
40-2370

Research Chemicals, Inc.  
P. O. Box 431  
Burbank, California

Attention: Mr. Fred E. Mathanson

Gentlemen:

Thank you for your letter of May 26, 1961, informing us that you have corrected, or will correct, those deficiencies in your AEC licensed program which we brought to your attention in our letter of May 18, 1961.

With respect to licensing requirements for your rare earth recovery operations, your (1) raw materials (rare earth rich residues), (2) recovered rare earth fractions, and (3) Thorium containing waste products may be received, possessed and transferred without a specific license provided the Thorium content does not exceed 0.25% by weight. The AEC's "Licensing of Source Material," Part 40, Title 10, Code of Federal Regulations, Section 40.13(c)(1), as amended, provides that rare earth metals and compounds, mixtures and products containing not more than 0.25% by weight of source material are exempt from the licensing requirements in 10 CFR 40.

You will note that a specific license may be required for any one or more of the three above categories of Thorium containing materials should the Thorium content exceed 0.25% by weight.

Your cooperation with us is appreciated.

Very truly yours,

Eber R. Price  
Assistant Director  
Division of Licensing  
and Regulation

Enclosure  
10 CFR 40

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