

January 16, 1997

First Community Bank  
ATTN: Mr. Robert W. Brooks  
Vice President  
P. O. Box 195  
Forest, VA 24551-0195

SUBJECT: AMENDMENT TO STANDBY TRUST AGREEMENT FOR APPLIED RADIANT ENERGY CORPORATION (REFERENCE: LICENSE NO. 45-11496-01; DOCKET NO. 030-07099)

Dear Mr. Brooks:

This refers to your letter dated March 14, 1996, and to the December 13, 1996 amendment of the Trust agreement with Applied Radiant Energy Corporation.

As requested in your letter, we are enclosing a copy of the trust amendment signed by an NRC representative, Mr. Charles M. Hosey, Chief Materials Licensing and Inspection Branch 1, Division Nuclear Materials Safety, U. S. Nuclear Regulatory Commission, Region II. We are also furnishing an originally signed copy of the amendment to Dr. James Myron of Applied Radiant Energy Corporation.

Thank you for your cooperation in this matter. If you have questions, please call me at 404-331-5617.

Sincerely,

/s/

EARL G. WRIGHT  
Senior License Reviewer  
Division of Nuclear Materials Safety

Enclosure: Amendment Standby Trust Agreement

cc w/encl:  
Dr. James Myron, RSO  
Applied Radiant Energy Corporation  
Venture Drive/Forest Commercial Center  
P. O. Box 289  
Forest, VA 24551

Commonwealth of Virginia


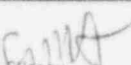
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SIGNATURE						
NAME	EWright	CHosey				
DATE	01 / 9 / 97	01 / 10 / 97	01 / / 97	01 / / 97	01 / / 97	01 / / 97
COPY?	YES NO	YES NO	YES NO	YES NO	YES NO	YES NO

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FIRST AMENDMENT

Received  
12/27/96  
e/w

TO THE

STANDBY TRUST AGREEMENT

DATED DECEMBER 1, 1992

That certain TRUST AGREEMENT entitled "STANDBY TRUST AGREEMENT", revised December 1, 1992, by and between The Applied Radiant Energy Corporation, a Virginia Corporation, Grantor, and Sovran Bank, N.A., the original Trustee, is hereby amended as of December 13, 1996, as follows:

I. The introductory paragraph of the TRUST AGREEMENT is amended to read as follows:

TRUST AGREEMENT, the Agreement entered into as of December 13, 1996 by and between the Applied Radiant Energy Corporation, a Virginia Corporation, herein referred to as "Grantor", and First Community Bank of Forest, Virginia, hereinafter, "Trustee".

II. Section 12 is amended to read as follows:

Section 12. Trustee Compensation. The Trustee shall receive for its services the compensation specified in its published fee schedule in effect at the time services are rendered, and such compensation may vary from time to time based on such schedule.

III. In all other respects the TRUST AGREEMENT is hereby reaffirmed as originally set forth.

IN WITNESS WHEREOF the parties have caused this Agreement to be executed by the respective officers duly authorized and corporate seals to be hereunto affixed and attested as of December 13, 1996; and First Community Bank does hereby accordingly indicate its acceptance of the Trusteeship of this TRUST AGREEMENT.

ATTEST:  
TITLE  
SEAL

THE APPLIED RADIANT ENERGY CORPORATION

BY

ITS

*Lawrence E. Smith*  
*President*

Received  
12/27/96 efw

ATTEST:  
TITLE  
SEAL

FIRST COMMUNITY BANK

BY *Mykhailo*  
ITS *Vice President*

ATTEST:  
TITLE  
SEAL

NUCLEAR REGULATORY COMMISSION

BY *[Signature]*  
ITS CHIEF, MATERIALS LICENSING/INSPECTION BRANCH 1, REGION II

C-CORP/STANDBY-AGR