



energy fuels nuclear, inc.

three park central • suite 900
1515 arapahoe street • denver, colorado 80202

November 19, 1996

303-622-8317
twx 910-931-2561
fax 303-595-0930

Via Overnight UPS

Mr. Joseph J. Holonich, Chief
U.S. Nuclear Regulatory Commission
Uranium Recovery Branch
Office of Nuclear Materials
Safety and Safeguards
Mail Stop T7J9
Washington, DC 20555-0001

Re: Revised Surety for White Mesa Uranium Mill
Source Material License SUA-1358
Docket No. 40-8681

Dear Mr. Holonich:

As per our recent conversations with James Park of your staff, the purpose of this letter is to confirm that a revised surety for the White Mesa Mill will be transmitted to the NRC by November 22, 1996. Energy Fuels Nuclear, Inc. ("EFN") received NRC License Amendment No. 42 on August 14, 1996, which reflected NRC approval of a revised surety in the amount of \$10,915,467. In accordance with our contractual arrangement with Umetco, EFN forwarded the NRC approval to Umetco so that Umetco could make arrangements for the revision. Based on my discussions with Umetco, there was a delay in processing of a request for the surety adjustment, primarily due to communications between Umetco's Grand Junction office and their parent, Union Carbide.

We regret that notification of this revised surety has yet to reach NRC, but have asked Umetco to expedite completion of this revision and to send notification to the NRC by the end of this week. As always, I can be reached at (303) 899-5630.

Very truly yours,

Harold R. Roberts
President

HRR/pl

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cc: Michelle R. Rehmann
William N. Deal
Ronald E. Berg
Richard A. Munson
James Park (via fax)

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