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FEB 05 1986

Docket File 8684
 PDR/DCS
 DBangart, RIV
 CJierree
 URFO r/f
 WDEQ (2)
 JHaes, RCPD, WY
 LLW Branch, WMLU

URFO:CCJ

Malapai Resources Company
 ATTN: Mr. Mike Beck
 P.O. Box 20824
 Phoenix, Arizona 85036

Gentlemen:

Please be advised that the Nuclear Regulatory Commission recognizes Western Nuclear Incorporated as the holder of Source Material License SUA-1337. In this respect, all amendment requests and correspondence concerning the Christianson Ranch Project, R&D in situ leach facility must be submitted by Western Nuclear Incorporated.

As our discussions have indicated, Malapai Resources Company must first obtain a mining permit from the State of Wyoming, as well as provide an acceptable surety arrangement for the project prior to the Nuclear Regulatory Commission considering the proposed license transfer to Malapai. Accordingly, we are returning your recent submittal of January 28, 1986 regarding this project and urge you to pursue the license transfer as your first and most appropriate course of action.

Sincerely,

/s/

Harry J. Pettengill, Chief
 Licensing Branch 2
 Uranium Recovery Field Office, Region IV

cc: Western Nuclear Inc.

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