

April 3, 1997

9726-N

**Certified Mail**  
**Return Receipt Requested**

Mr. Carl Paperiello, Director  
Office of Nuclear Material Safety  
and Safeguards  
U.S. Nuclear Regulatory Commission  
Washington, D.C. 20555

Subject: License SUB-1010; Docket No. 40-8027  
SFIC and SHC Financial Statements

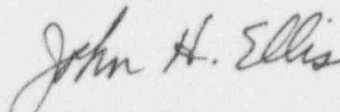
Dear Mr. Paperiello:

Please find enclosed financial statements for Sequoyah Fuels International Corporation (SFIC) and its parent company, Sequoyah Holding Corporation (SHC), submitted in accordance with a commitment made to the NRC by letter dated October 7, 1988.

Sequoyah Fuels Corporation (SFC) requests that this information be treated as proprietary information under the provisions of 10 CFR 2.790. Both SFIC and SHC are privately held corporations and the enclosed financial statements contain sensitive financial information.

Should you have any questions concerning the revisions, please contact me at (918) 489-3390.

Sincerely,

  
John H. Ellis  
President

NLPJ

Mr. Gadi

Enclosures

cc: James C. Shepherd  
NRC NMSS/LLDR (w/o enclosures)

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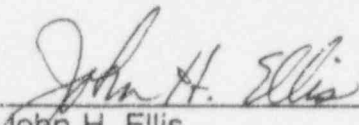
**Affidavit of**

**JOHN H. ELLIS**


I, John H. Ellis, President of Sequoyah Fuels Corporation, do hereby affirm and state:

1. I am authorized to execute this affidavit on behalf of Sequoyah Fuels International Corporation and Sequoyah Holding Corporation.
2. The affiant is an officer of the Licensee, Sequoyah Fuels Corporation, which is a wholly-owned subsidiary of Sequoyah Fuels International Corporation, which is a wholly-owned subsidiary of Sequoyah Holding Corporation.
3. This affidavit is submitted under the provisions of 10 CFR 2.790 in order to withhold the enclosed financial statements of Sequoyah Fuels International Corporation and Sequoyah Holding Corporation from disclosure or publication.
4. The subject documents constitute confidential financial information of privately-held corporations which have been held in confidence by the owner and are customarily held in such confidence. These documents have been transmitted to the NRC in confidence, and are not available in public sources. Public disclosure would create substantial harm to the owner by providing detailed financial information to its competitors and other parties whose interests may be adverse to the owner.

SEQUOYAH FUELS CORPORATION

  
\_\_\_\_\_  
John H. Ellis  
President

SUBSCRIBED AND SWORN to before me this 3rd day of April, 1997.

  
\_\_\_\_\_  
Brenda Tillman  
Notary Public

My commission expires:

*June 13, 1999*