

JUL 29 1963

40-4389
40-1376
40-3453✓

Atlas Corporation
80 Pino Street
New York 5, New York

Gentlemen:

see 40-1376

This refers to Mr. Albert E. Greene's letter dated July 22, 1963, with enclosures, advising the Commission that Atlas Corporation contemplates acquiring all the stock of Texas-Zinc Minerals Corporation, which operates at Mexican Hat, Utah, a mill for the processing of uranium ore; that under the contemplated arrangements Texas-Zinc Minerals Corporation will become a wholly owned subsidiary of Atlas Corporation; and that inasmuch as additional monies are being advanced to Atlas Corporation in connection with the proposed transaction the presently existing Loan Agreement and Mortgage, under which First Security Bank of Utah acts as Trustee, will be supplemented to reflect the transaction now contemplated.

Mr. Greene's letter states that the Mexican Hat mill owned by Texas-Zinc Minerals Corporation will not be included in the supplement to the Mortgage. Further, it is understood that AEC Source Material License No. R-185, issued to Texas-Zinc Minerals Corporation, covering the operation of its Mexican Hat mill, is not among the licenses to be assigned and pledged under the Mortgage pursuant to numbered paragraph 8 of the Supplemental Loan Agreement and specifically clause (s) thereof.

It is also understood that the contemplated transaction, described in Mr. Greene's letter and in the documents attached thereto, will not affect the status of First Security Bank of Utah, as Trustee under the First Mortgage and Deed of Trust of the Atlas Corporation, in its capacity as the licensee to whom AEC Source Material License No. R-163, as amended, has been issued.

Accordingly, we hereby confirm that no further action needs to be taken with respect to AEC Source Material License No. R-163 by the First Security Bank of Utah or by the Commission, from the standpoint

Atlas Corporation

- 2 -

JUL 29 1963

of the Commission's regulations contained in Title 10, Code of Federal Regulations, Part 40 (Licensing of Source Material), by reason of the execution and delivery of the Supplemental Loan Agreement and the Second Supplemental Indenture.

Very truly yours,

Lyall Johnson, Assistant Director
for Materials Licensing
Division of Licensing & Regulation

cc: Mr. Albert H. Greene
1000 Connecticut Avenue
Washington 6, D. C.

bcc: Compliance - Region IV

COPIES	LR:ML	OGC			
SURNAME	LJOHNSON:fk	(copy in 40-4389 initialed by DSiegel OK)			
DATE	7/24/63				