



AEROTEST OPERATIONS, INC.

3455 FOSTORIA WAY • SAN RAMON, CA 94583 • (925) 866-1212 • FAX (925) 866-1716

OEA

50 - 228

14 April 2000

Director of the Office of Nuclear Reactor Regulation
U. S. Nuclear Regulatory Commission
Washington, D.C. 20555-0001

Dear Sir:

Aerotest Operations, Inc., is the holder of Facility License No. R-98 and operates the Aerotest Radiography and Research Reactor. Aerotest Operations is a wholly-owned subsidiary of OEA Aerospace (formerly Explosive Technology, Inc.) which is a wholly-owned subsidiary of OEA, Inc.

OEA, Inc. (the "Company"), has entered into an agreement with Autoliv Inc. (the "Parent"), a publicly-traded Delaware corporation headquartered in Stockholm, Sweden and traded on the New York Stock Exchange, to be acquired through the OEA Merger Corporation (the "Purchaser"), a Delaware corporation and an indirectly wholly-owned subsidiary of the Parent. After the transfer, the Company will continue as the surviving corporation and will be a wholly-owned subsidiary of the Parent.

According to the Schedule 14D-9 submitted to the Securities and Exchange Commission, the "Offer" from the Purchaser in Section 12, "Purpose of the Offer and the Merger; Plans for the Company" states that "Except as described in this Offer to Purchase, neither Parent nor Purchaser has any present plans or proposals that would relate to or result in ... (iii) any change in the Board or management, ... (v) any other material change in the Company's corporate structure or business."

After the merger, the Parent intends to conduct "... a detailed review of the Company" And "... will implement any such actions or changes in accordance with, among other things, its corporate strategy."

The currently available information indicates that the control of the ARRR facility will remain under the direct control of U. S. Citizens and the safety and security of the ARRR will not be compromised. I will keep the NRC informed as the merger progresses and notify you immediately if there are any significant changes inimical to the safety and security of the ARRR.

Very truly yours,

Ray R. Tsukimura
President

Cc: Marvin Mendonca, NRC
Ron Levine, II, Davis, Graham & Stubbs LLP
Dr. Charles Kafadar, OEA, Inc.
Jim Flanary, OEA Aerospace

AC20 1/0