

April 20, 2000

Dr. Lawrence E. Hochreiter
C/O: Pennsylvania State University
Nuclear Mechanical Engineering
615 Berkshire Drive
State College PA 16803

Dear Dr. Hochreiter:

Subject: Contract No. NRC-04-99-057, Notification of Government's Intent
to Exercise Option

You are hereby given preliminary notice that it is the intent of the U.S. Nuclear Regulatory Commission to exercise the option year one under the subject contract in accordance with Section I.2, Option to Extend The Term of The Contract.

This preliminary notice does not constitute an exercise of the option. The exercise of the option will be accomplished by modification to the subject contract.

Further, this preliminary notice does not commit the Government to an extension.

If you have any questions regarding this matter, please contact Contract Specialist, on (301) 415-6565.

Sincerely,

Sharlene McCubbin, Contract Specialist
Contracts Management Branch No. 1
Division of Contracts and
Property Management
Office of Administration

DISTRIBUTION: CMB1 R/F, SMCCUBBIN R/F MROOS, PMOB
MRIGGS, PMPDAS/RES, HSCOTT, RES PO
ADM/DCPM/CMB
SMcCubbin
4/20/00

Template = ADM001

ADM02