

Heritage Minerals, Inc.

RECEIVED
REGION 1

2001 JUN 14 PM 3:08

ONE HOVCHILD PLAZA
4000 ROUTE 66
TINTON FALLS, NJ 07753
(732) 922-6100 • FAX (732) 922-9544

40-08980

June 7, 2001

Mr. Craig Z. Gordon
Sr. Health Physicists, DLB
USNRC
Region 1
475 Allendale Road
King of Prussia, PA 19406-1415

RE: RELEASE OF THE HERITAGE MINERALS, INC. SOURCE
MATERIAL LICENSE #SMB #1541

Dear Mr. Gordon:

Approval has been received to proceed with the scope of work required to release the Source Material License #SMB 1541.

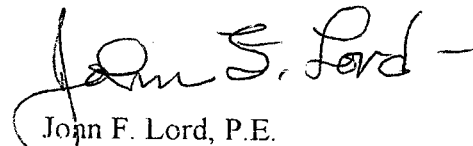
The current status of the various proposals to initiate the scope of work is shown below:

1. Heritage Facilities: HMI
 - Office space, phone, fax
 - Provide electrical power, lighting, water and compressed area to buildings
 - Miscellaneous tools, vacuum and other items

2. HMI Site Preparation: Local Contractors
 - Clearing staging area for trucks, none will be staged overnight but brought in and shipped daily.
 - Grade, level and stabilize a loading area ($\pm 25' \times 100'$ sq.) for individual loading attached and adjacent to the existing monazite sand pile fence.
 - Install security fence with locking gates around, above, loading area.

3. Shipping: Environmental Rail Solutions, Inc.
Proposed Work Plan Schedule, at present, subject to minor change.
All work will be done in accordance with the NRC and DOT Regulations.
- June 11 - Health and safety meeting with RSI at plant site
 - June 29 - Coordination meeting with IUC
 - July 2 - Pre-mobilization meeting at plant
 - July 3 & 4 - Holiday
 - July 5 - Mobilize - travel to site, site preparation, baseline radiological
Surveys/sampling
 - July 9 - Start staging trucks and loading
 - July 26 - Demobilize
4. Release of title and processing: International Uranium Material USA (IUC)
Material will be transported to the IUC Uranium processing mill in White
Mesa, Utah.

Very truly yours,


Joan F. Lord, P.E.
Manager

JFL:vg