

August 17, 1998

TO:

FROM:

RE: Neutron Detectors

[REDACTED]

The attached series of correspondence should serve to bring you up to date on the business aspects of the [REDACTED] proposal to build neutron detectors for commercial sale.

Apparently, [REDACTED] had given General Atomics [TRIGATEC] assurances that MU would build the detectors, and even quoted a price for doing so. The folks at General Atomics then incorporated [REDACTED] assurances and price quote into their contracts to build reactors for Thailand and Morocco – all this, without a written contract! At this point General Atomics is “holding the bag”.

[REDACTED] responses accurately reflect my position. We do not have a contract to supply these neutron detectors. We do not have an agreed price. If we are to develop a contract, it would have to be approved by the appropriate University officials. I am still wrestling with whether or not I want to participate in this enterprise. It is not a business, and thus it is not eligible for SBIR or STTR funding.

This might be one of the items we discuss when we meet with [REDACTED]

Thanks.

Cc:

[REDACTED] [w/o attachments]

[REDACTED] [w/o attachments]

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Portions withheld - EX-7C