



UNDERWRITING DEPARTMENT
John L. Quattrocchi, Senior Vice President

May 14, 2002

Mr. Samuel L. Collins
Director
Office of Nuclear Reactor Regulation
U.S. Nuclear Regulatory Commission
Washington, DC 20555

Re: *Entergy Nuclear Vermont Yankee, LLC*

Dear Mr. Collins,

This letter confirms that American Nuclear Insurers will write nuclear liability insurance for Entergy Nuclear Vermont Yankee, LLC, and insuring the Vermont Yankee Nuclear Power Station in the Town of Vernon, Vermont. The insurance will coincide with the acquisition of Vermont Yankee from Vermont Yankee Nuclear Power Corporation. The insurance is purchased to satisfy the requirements for financial protection as set forth in Section 170b. of the Atomic Energy Act of 1954, as amended.

Effective on the closing date of the transaction, the insurance policy and certificates issued by Nuclear Energy Liability Insurance Association (NELIA), currently in effect for Vermont Yankee Nuclear Power Corporation, will be amended as follows.

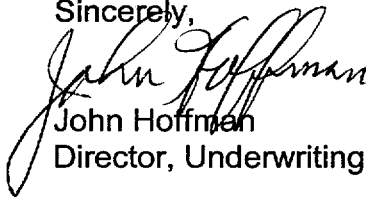
- Under Facility Form Policy No. NF-0189, the Named Insured will be changed to *Entergy Nuclear Vermont Yankee, LLC and Entergy Nuclear Operations, Inc.* The Operator of the Facility will be changed to *Entergy Nuclear Operations, Inc.*
- Under Facility Worker Form Certificate No. NW-0574, the Named Insured will be changed to *Entergy Nuclear Vermont Yankee, LLC and Entergy Nuclear Operations, Inc.* The Operator of the Facility will be changed to *Entergy Nuclear Operations, Inc.*
- Under Secondary Financial Protection Certificate No. N-0032, the Named Insured will be changed to *Entergy Nuclear Vermont Yankee, LLC and Entergy Nuclear Operations, Inc.* Both entities also will be added to the Bond for Payment of Retrospective Premiums. Also, Entergy Nuclear Vermont Yankee, LLC will be responsible for paying all past and future retrospective premium obligations of Vermont Yankee Nuclear Power Corporation.

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This commitment to write insurance for Entergy Nuclear Vermont Yankee, LLC and Entergy Nuclear Operations, Inc. remains valid through December 31, 2002. If the sale occurs after that date, we will review the circumstances before reiterating our willingness to provide insurance.

Sincerely,



John Hoffman
Director, Underwriting