

CROW BUTTE RESOURCES, INC.

86 Crow Butte Road
P.O. Box 169
Crawford, Nebraska 69339-0169



(308) 665-2215
(308) 665-2341 - FAX

December 13, 2002

Mr. Daniel M. Gillen
Branch Chief
Fuel Cycle Licensing Branch
Division of Fuel Cycle Safety and Safeguards
c/o Document Control Desk
U.S. Nuclear Regulatory Commission
Washington D.C. 20555

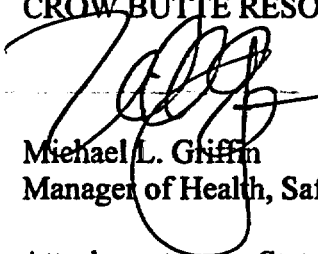
Subject: Surety Related Correspondence
Source Materials License SUA-1534
Docket Number 40-8943

Dear Mr. Gillen:

In accordance with the requirements of License Condition 9.5, Crow Butte Resources, Inc. (CBR) is submitting a copy of surety related correspondence to the State of Nebraska. Attached please find a letter to the Royal Bank of Canada requesting an immediate increase in the surety amount to \$12,816,973. This amount was approved for calendar year 2003 by the Nebraska Department of Environmental Quality (NDEQ) and the Nuclear Regulatory Commission (NRC) in Amendment 14.

If you have any questions, please feel free to contact me at (308) 665-2215.

Sincerely,
CROW BUTTE RESOURCES, INC.

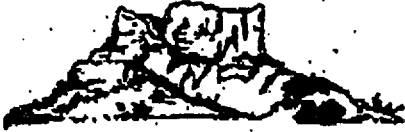


Michael L. Griffin
Manager of Health, Safety, and Environmental Affairs

Attachments: As Stated

cc: U.S. Nuclear Regulatory Commission
Mr. John Lusher - ADDRESSEE ONLY
Fuel Cycle Licensing Branch
Mail Stop T-8A33
Washington, DC 20555

Nms501



CROW BUTTE RESOURCES, INC.

274 Union Blvd., Suite 310 • Lakewood, Colorado 80228 • (720) 879-5140 • Fax: (720) 879-5141

December 12, 2002

Mr. Chan Panicker
Royal Bank of Canada
1 Liberty Plaza, 4th Floor
New York, NY 10006-1404

RE: Increase in Letter of Credit

Dear Mr. Panicker:

Please accept this letter as a request to increase the amount of Crow Butte Resources, Inc's letter of credit ~~to \$12,816,973~~ by \$461,713 for a new total of \$12,816,973. No other terms of the letter of credit should change.

Please make this increase effective immediately and send confirmation directly to Mr. Michael Linder, Nebraska Department of Environmental Quality, Suite 400, The Atrium, 1200 'N' Street, P. O. Box 98922, Lincoln, NE 68509-8922, Fax (402) 471-2909 and also to Rick Townley's attention at the fax number and address listed above.

If you have any questions or concerns, please contact me immediately.

Best Regards,

Rick L. Townley
Controller

cc: Michael Linder, NE DEQ
✓ Mike Griffin, Crow Butte
Steve Collings, Crow Butte
Jean Mamer, Cameco