

SYLCOCOR

SYLVANIA- CORNING
NUCLEAR CORP.

July 8, 1958

Mr. F. Pittman
Division of Industrial Development
U. S. Atomic Energy Commission
Washington 25, D. C.

Subject: Contract AT(30-1)-1293,
Purchase of Reject Slugs

Dear Mr. Pittman:

We desire to exhibit at the Second United Nations (UN) International Conference on the Peaceful Use of Atomic Energy to be held at Geneva, Switzerland on September 1-13, 1958, two slugs produced under the subject contract. These slugs are production rejects and are not classified.

Being government owned material, we understand that Commission approval is required for this exhibit. However, as it seems likely that we will desire to exhibit these slugs at many future conferences and meetings, etc., both in this country and abroad, it would seem advisable if the necessity for specific approval in each instance could be eliminated. As a practical matter, this could be accomplished by the sale of the slugs to this company. It is, therefore, the purpose of this letter to make a purchase offer for the slugs and, if accepted, to transfer ownership to this company.

The slugs in question are identified as follows:

1. $6\frac{1}{2}$ " long, 1" diameter solid, contains thorium.
2. $8\frac{1}{2}$ " long, $1\frac{1}{4}$ " overall diameter ($\frac{1}{2}$ " hole), contains natural uranium.

Slug No. 1 contains 1.89 pounds or approximately .86 of a kilogram of thorium. Slug No. 2 contains 3.87 pounds or approximately 1.76 kilograms of natural uranium.

Inasmuch as the slugs are rejects, we believe a fair offer should be based on the special material content. Therefore, using values of \$25.- and \$40.- per kilogram for thorium and natural uranium respectively, we hereby offer a price of \$22.- for the thorium slug and a price of \$70.-

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for the uranium slug. It is obvious, of course, that there is no commercial source for these slugs due to their special nature.

We will appreciate your early consideration and decision on this offer. If for any reason it cannot be accepted, we would appreciate receiving approval to exhibit at the above designated conference.

Very truly yours,

SYLVANIA-CORNING NUCLEAR CORPORATION

M. C. Cullen
M. C. Cullen
Contract Administrator

MCC:cm

cc: Mr. P. J. Hagelston - SROO