

CROW BUTTE RESOURCES, INC.

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



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

January 20, 2004

Mr. Gary Janosko
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

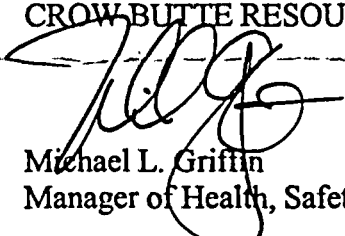
Subject: Surety Related Correspondence
Source Materials License SUA-1534
Docket Number 40-8943

Dear Mr. Janosko

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 copy of the Irrevocable Standby Letter of Credit ~~XXXXXXXXXX~~ issued by the Royal Bank of Canada in the surety amount to \$14,909,670. This amount was approved for calendar year 2004 by the Nebraska Department of Environmental Quality (NDEQ) and the Nuclear Regulatory Commission (NRC) in Amendment 16.

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

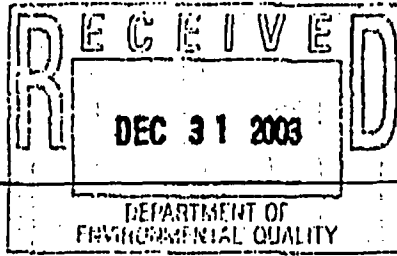
Attachments: As Stated

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

NIMSSD1



ROYAL BANK OF CANADA



One Liberty Plaza
165 Broadway
New York, NY 10006-1404
Telephone (212) 428-6200

December 30, 2003

JAN 2 2004

Irrevocable Standby Letter of Credit No.: XXXXXXXXXX
 Date of Issue: February 25, 1998
 Currency and Amount: USD14,909,670.00
 Expiration Date: March 27, 2004
 Place of Expiry: At our office

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|---|---|
| BENEFICIARY: State of Nebraska Nebraska Department of Environmental Quality P.O. Box 98222 Lincoln, Nebraska Attention: Mike Linder | APPLICANT: Crow Butte Resources, Inc. 274 Union Blvd. Suite 310 Lakewood, Colorado 80228 |
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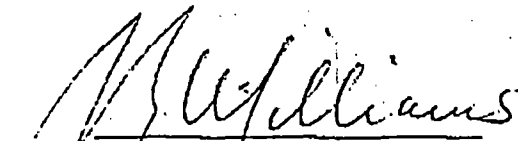
Gentlemen:

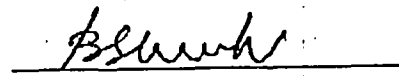
The above-mentioned Letter of Credit is amended as follows:

- Letter of Credit amount is increased by USD2,092,697.00 to a new amount now available for drawing USD14,909,670.00 (United States Dollars Fourteen Million, Nine Hundred Nine Thousand Six Hundred Seventy and 00/100).

All other terms and conditions remain unchanged.

ROYAL BANK OF CANADA
NEW YORK BRANCH


 Authorized Signature


 Authorized Signature