

Docket No. 50-39

MAY 23 1958

Mr. Milton Becket  
Division Counsel  
Curtiss-Wright Corporation  
Research Division  
Quehanna, Pennsylvania

Dear Mr. Becket:

This refers to your letter of May 1, 1958, requesting further clarification of the Atomic Energy Commission's indemnity obligation in the event a nuclear incident occurs in connection with the Curtiss-Wright reactor at Quehanna, Pennsylvania.

Pursuant to the provisions of section 170 c. of the Atomic Energy Act of 1954, as amended, section 140.17 of 10 CFR Part 140, Financial Protection Requirements and Indemnity Agreements, the Commission will enter into an indemnity agreement with the Curtiss-Wright Corporation. Such agreement shall be effective as of April 29, 1958, the effective date of the license issued to Curtiss-Wright authorizing it to possess and operate a nuclear reactor. Because the indemnity agreement will be retroactive in effect, a nuclear incident occurring subsequent to the above specified date will be covered under the provisions of the agreement.

You will be interested to know that the Commission is planning to publish the proposed nuclear energy liability insurance policy and its proposed indemnity agreement for public information and comment in the near future.

Sincerely yours,

AEC Pub Doc Rm  
I&R Rdg  
LB Rdg  
Formal Docket 50-39  
Supple Docket 50-39

H. L. Price  
Director  
Division of Licensing and Regulation

CC: G. Charnoff, OGC

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OFFICE ▶	I&R	I&R	I&R		
SURNAME ▶	Charnoff/ER	LJohnson	HPrice	(See attached yellow cy for OGC con-	curre
DATE ▶	5/22/58	5/22/58	5/23/58		

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 Division Counsel  
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You will be interested to know that the Commission is planning to publish the proposed nuclear energy liability insurance policy and its proposed indemnity agreement for public information and comment in the near future.

Sincerely yours,

*See OSC [unclear]*

H. L. Price, Director  
 Division of Licensing and  
 Regulation

*LER*

*as corrected*

OFFICE ▶	Gen. Counsel	Div. L & R			
SURNAME ▶	CHARNOFF/bsp	H.L. Price			
DATE ▶	5/20/58	5/ /58			