Ms. Debbra J. Gottschalk   MAY 1 3 1994
Attorney at Law
1414 East 71st Street, Suite F
Tulsa, Oklahoma 74136

Dear Ms. Gottschalk:

     In response to your letter of April 15, 1994, concerning information
about the relationship between General Atomics (GA) and Sequoyah Fuels
Corporation (SFC), the U.S. Nuclear Regulatory Commission issued an order
(enclosed) to GA and SFC on October 15, 1993, requiring that SFC and GA
provide financial assurance in accordance with the requirements of 10 CFR
40.36. This order is currently under litigation before the Atomic Safety and
Licensing Board, Order Docket Number 40-8027.EA. All publicly available
documents related to this litigation are available in the local public
document room in the public library in Solisius, OK.

                                  Sincerely,

                              /S/

                      Robert M. Bernero, Director
                      Office of Nuclear Material Safety
                      and Safeguards

Enclosure: As stated

cc: Maurice Axelrad, Esq.
    Diane Curran, Esq.
    Brita Haugland-Cantrell, Esq.
    James Wilcoxen, Esq.
    Allyn Davis
    John Ellis
    Col. Otis Williams
    Charles Scott
    Kathy Peter
    Merritt Youngdeer
    Angie Ellis (S.A.F.E.S.T.)

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