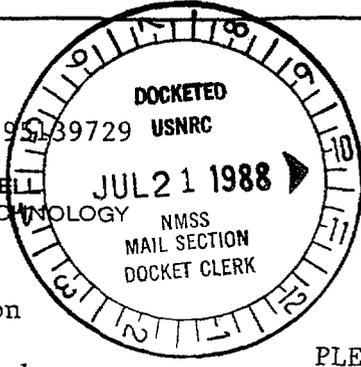




SHIELDALLOY METALLURGICAL CORPORATION

EXPRESS MAIL - B 95139729 USNRC

DR. GEORGE T. CAMPBELL
VICE PRESIDENT OF TECHNOLOGY



WEST BOULEVARD
P.O. BOX 768
NEWFIELD, NJ 08344
TELEPHONE (609) 692-4200
TWX (510) 687-8918
FAX (609) 692-4017

July 18, 1988

Mr. W. Scott Pennington
Uranium Fuel Section
Fuel Cycle Safety Branch
Division of Industrial and
Medical Nuclear Safety, NMSS
U.S. Nuclear Regulatory Commission
Washington, D. C. 20555

PLEASE NOTE: Duplicate of this letter along with ALL enclosures will be mailed under separate cover.



RE: SMB-743 License Renewal Application

Dear Mr. Pennington:

With reference to our letter of July 11, 1988 in response to your November 5, 1987 letter, Shieldalloy Metallurgical Corporation is re-submitting an application for renewal license number SMB-743 as per the attached documents. The application has been prepared, as discussed, in accordance with the latest draft of the "Guide for Preparation of License Renewal Applications for Processors of Source Material for Elements other than Uranium or Thorium" provided by you. The data contained in this submission replaces data previously submitted in connection with the current license renewal.

The attached documentation has been divided into two parts; Part 1 being the license conditions and Part 2 being the descriptive information, 8 copies are enclosed. A CONFIDENTIAL letter of commitment of funds for decommissioning (per Chapter 11, Section IV of the Guide) will be sent under separate cover.

With reference to your letter of November 5, 1987, our understanding is that the question list was submitted because the previous application did not conform to the specification of the draft guide referenced above. As this new application now conforms to the guide, we believe that this makes the specific questions redundant. If you have other questions, however, we will be pleased to provide responses as necessary.

If you have any questions regarding this application, please contact Mr. Michael R. Morgenstern at (609) 692-4200.

Sincerely,

George T. Campbell

George T. Campbell

GTC:jbh
Enclosures
CC: WFP, LAM, MRM
Mr. Charles L. Harp-Archer & Greiner
Mr. John Austin-Arter & Hadden

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