

CONVERSATION RECORD
(time) (date)

TIME | DATE
5/8/07

VISIT CONFERENCE TELEPHONE

 INCOMING
 OUTGOING

NAME OF PERSON(S) CONTACTED OR IN CONTACT ORGANIZATION (OFFICE, DEPT. ETC.) TELEPHONE NO
Bob Torseth McDonnell Douglas 818-926-2866

SUBJECT
C/N 300336 and licensee's submittal of a new FA instrument in the form of a Letter of Credit

SUMMARY

Bob verified that the new LOC submitted under cover letter dated April 10, 2007, is intended to replace the licensee's existing Parent company guarantee in our safe dated March 25, 2002. In addition, Bob confirmed that all financial assurance documents that we have in our pending action under C/N 300336 can be voided. He also stated that we can shred all the documents under C/N 300336.

I informed Bob that the current financial assurance in the form of a parent company guarantee will remain in effect until we approve the new LOC. At that time we will cancel and return the March 25, 2002, parent company guarantee.

ACTION REQUIRED

Void C/N 300336 and shred all associated documents per Mr. Torseth's approval on 5/8/07. Also, process in the licensee's April 20, 2007, LOC as a new financial assurance action.

NAME OF PERSON DOCUMENTING CONVERSATION SIGNATURE DATE
Kevin Null  12/19/06

ACTION TAKEN

SIGNATURE TITLE DATE