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From: Jose Calvo
To: Rodolfo Rivera; Veronica O. Bucci
Date: 07/06/2004 4:29:00 PM
Subject: Closed Meeting with Caldon, Inc. on July 1, 2004 between 12:15 and 1:30 pm

FYI

On July 1, 2004 between 12:15 and 1:30 pm the following members of the staff and external stakeholders attended a meeting:

NRC 's staff

Greg Cwalina
Steve Dembek
Paul Rebstock
Iqbal Ahmed
Angelo Marinou

External Stakeholders

Cal Hastings---President, Caldon, Inc.
Herb Estrada---Vice - President, Caldon, Inc.
Ernie Hauser---Vice - President, Caldon, Inc.
Hugh Thompson---Lawyer, Talisman, Intl.
Patricia Campbell--Winston & Strawn, LLP

The topic of the closed meeting was a discussion of a proprietary issue related to flowmeters provided by Caldon, Inc.

In the same day early morning various members of the NRC's staff had a public meeting attended by all the people that have also attended the subject closed meeting to discuss the issuance of a Bulletin.

Mr. Hastings of Caldon, Inc stated at the closed meeting on July 1, 2004 in front of everybody in attendance he could not understand that the In-Line type LFM instrument is being included in the proposed Bulletin when he had assurance by NRC 's management and Brian Sheron that this Caldon's product will not be included in the Bulletin. Mr. Hasting repeated that statement several times in front of everybody in the meeting room. When no one positively responded, Mr. Hasting indicated that this group may not be the right group to find out what happen and will bring this up to the group of people that he talked to before on this subject.

It appeared that a decision was made to issue a Bulletin whether it was needed or not to satisfy Caldon, Inc.

It appeared also that Mr. Hastings was trying to intimidate the staff indirectly by telling them that their Senior Management has already assured to Caldon that this particular product of Caldon will not be included in the Bulletin.

CC: David Lee; Hubert Bell

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