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March 21, 2008

United States Nuclear Regulatory Commission Attn: Keith I. McConnell, Deputy Director Admitted in CT and D.C. Decommissioning and Uranium Recovery Licensing Directorate Division of Waste Management and Environmental Protection Office of Federal and State Materials and Environmental Management Programs Admitted in MD Mail Stop T-8F5 11555 Rockville Pike Rockville, MD 20852

Five-Year Pro Forma for Uranium Resources, Inc. **<u>Reference</u>**: 1. 2. Five-Year Pro Forma for HRI-RAML Acquisition, LLC

Dear Mr. McConnell:

Uranium Resources, Inc. (URI) hereby submits this supplement to Rio Algom Mining, LLC (RAML)'s application for indirect change of control of NRC License No. SUA-1473. This supplement includes the two above-referenced proprietary documents for which withholding is requested in the attached affidavit prepared pursuant to NRC regulations governing withholding document from the public at 10 CFR § 2.390. The attached affidavit is submitted by URI rather than the applicant, RAML, to avoid any disclosure of the attached proprietary information to a third party. In conformance with the requirements of 10 CFR § 2.390, URI confirms that the information contained within the attached documents is proprietary. Please address any communications regarding the attached proprietary information to the undersigned serving as counsel to URI.

Respectfully Submitted,

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URANIUM RESOURCES, INC.

AFFIDAVIT OF MARK S. PELIZZA VICE-PRESIDENT OF URANIUM RESOURCES, INC.

- 1. My name is Mark S. Pelizza and I am Vice-President of Uranium Resources, Inc. (URI). I am authorized to execute this affidavit on behalf of URI and may bind URI to the statements rendered herein;
- 2. On December 18, 2007, Rio Algom Mining, LLC (RAML) submitted an application seeking NRC's approval of an indirect change of control of NRC license SUA-1473 from RAML to HRI-RAML Acquisition, LLC, a wholly owned subsidiary of Hydro Resources, Inc. (HRI), which is a wholly owned subsidiary of URI. In this application, RAML provided NRC with information regarding the financial assurance approach that will be utilized by URI in the event that the requested indirect change of control is approved.;
- 3. After reviewing RAML's application, on February 1, 2008, NRC Staff issued a request for additional information to Terry L. Fletcher, President of RAML, requesting that:

"URI provide NRC with a five year pro forma financial sheet to show it will have the financial ability to safely carry out its obligations if the requested change of control occurs. URI must also provide a detailed description on how it will guarantee adequate financial assurance for decommissioning."

The letter to which this affidavit is attached provides URI's response to the requested financial assurance inquiry. This affidavit pertains to NRC Staff's request for a five year pro forma financial sheet;

- 4. Pursuant to NRC regulations, URI has labeled the attached commercial uranium water treatment contract with the statement "<u>Confidential Information</u> <u>Submitted Under 10 CFR § 2.390: Proprietary</u>."
- 5. The attached five year commercial pro forma financial sheets for HRI-RAML Acquisition, LLC and its parent company URI contains confidential commercial and/or financial information, and URI hereby requests that such financial sheets be withheld from public disclosure;
- 6. For the following reasons, URI asserts that the attached pro forma financial sheets should be withheld from public disclosure as trade secrets or confidential commercial or financial information;

- a. The data and information contained in the above-referenced financial sheet is customarily held in confidence by businesses and other organizations seeking to protect financial analyses and other related information and to ensure that business negotiations are confidential;
- b. Corporate aspects of URI such as financial support mechanisms and analyses are not customarily made available to the public by URI;
- c. The financial analyses regarding URI's proposed activities for and at the Ambrosia Lake site currently are not available in any publicly available sources;
- d. Release of the data and information contained in the above-referenced contract would cause substantial commercial harm to URI, because release of the statements and financial analyses contained in the above-referenced financial sheet would provide URI's competitors with a substantial business and economic advantage, as they would be able to review and analyze URI's market and production analyses;
- e. Withholding the statements and financial analyses designated by URI for confidentiality protection will not cause any harm to members of the public. However, as stated above, URI will suffer significant adverse business and economic impacts if these statements and pricing information are released to the public, which includes potential URI's actual or potential competitors and actual or potential interested stakeholders who could oppose any future proposed activities for the Ambrosia Lake site;
- f. URI fully understands that withholding the designated data and information does not deprive any independent party from inspecting the confidential information under the terms of an appropriate protective order in the context of an NRC administrative hearing or other administrative proceeding.

I declare on this $\frac{M_{NeCH}}{20, 2002}$, at $\frac{1225}{19}$, Washington, D.C., under penalty of perjury that the foregoing is true and correct.

Mark S. Peli

ACKNOWLEDGEMENT

SUBSCRIBED and SWORN TO before me, the undersigned authority, on March 20, 2008 by Mark S. Pelizza.



[Signature of Notary]

Justin Auslaender Notary Public, District of Columbia My Commission Expires 3/14/2013

Printed/typed name of Notary

Notary public for the District of Columbia. My commission expires $M_{3,cch}/4$, 2005 2013