

OFFICE OF THE SECRETARY
CORRESPONDENCE CONTROL TICKET

Date Printed: Sep 12, 2008 09:49

PAPER NUMBER: LTR-08-0478

LOGGING DATE: 09/11/2008

ACTION OFFICE:

EDO / OIP

To: Leeds, NRR
Ref. G20080614

AUTHOR:

Michael Wallace

AFFILIATION:

MD

ADDRESSEE:

Dale Klein

SUBJECT:

Electricite de France (EDF) interest in Constellation Energy Group, Inc.

ACTION:

Information

DISTRIBUTION:

RF

cys: EDO
DEDMRT
DEDR
DEDCM
AO
NRO
RI
OSC
OIP

LETTER DATE:

09/08/2008

ACKNOWLEDGED

No

SPECIAL HANDLING:

NOTES:

FILE LOCATION:

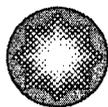
ADAMS

DATE DUE:

DATE SIGNED:

Michael J. Wallace
Vice Chairman

100 Constellation Way
Suite 1800P
Baltimore, Maryland 21202-6302



Constellation Energy

Chairman Dale E. Klein
U.S. Nuclear Regulatory Commission
One White Flint North
Mail Stop O-16G4
11555 Rockville Pike
Rockville, Maryland 20852-2738

Re: Notification

Dear Chairman Klein:

For your information, we have become aware that Électricité de France ("EDF"), a foreign-controlled entity, has increased its stake in Constellation Energy Group, Inc. ("Constellation") from ownership of 4.97% of Constellation's outstanding common stock to 9.5%. This evolution has occurred pursuant to the terms of an investor agreement, dated July 20, 2007 (the "Investor Agreement"), between EDF and Constellation, entered into in connection with a joint venture arrangement between EDF and Constellation with respect to development of new nuclear projects in the United States and Canada.

EDF indicated in a press release issued on August 13, 2008, its intent to "progressively exercise the next level of open market purchases given the opportunity presented by market conditions," and we understand that the investment by EDF in Constellation has been made by means of an accelerated share purchase agreement entered into between EDF and Citibank, N.A.

On Monday, September 8, 2008, EDF filed a Schedule 13D with the Securities and Exchange Commission disclosing its increased investment in Constellation. Under the terms of the Investor Agreement, EDF is permitted to acquire only up to 9.9% of Constellation stock and must vote its shares in the manner recommended by the Constellation Board of Directors. Thus, the increased investment by EDF in Constellation conveys no ability to control or direct the operations of Constellation or the NRC licenses held directly or indirectly by Constellation.

Please contact me should you have any questions or concerns regarding this letter.

Sincerely,

Michael J. Wallace

cc: Samuel J. Collins (Administrator – U.S. NRC - Region I)

Received: from mail2.nrc.gov (148.184.176.43) by OWMS01.nrc.gov
(148.184.100.43) with Microsoft SMTP Server id 8.0.751.0; Mon, 8 Sep 2008
15:57:29 -0400

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X-SBRS: 6.3

X-MID: 20832945

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X-IronPort-Anti-Spam-Result:

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X-IronPort-AV: E=Sophos;i="4.32,360,1217822400";
d="pdf?scan'208,217";a="20832945"

Received: from smtp01.constellation.com ([216.99.186.130]) by mail2.nrc.gov
with ESMTP; 08 Sep 2008 15:57:28 -0400

Received: from exr-msw-01.ceg.corp.net ([10.102.93.67]) by
smtp01.constellation.com with ESMTP; 08 Sep 2008 15:57:26 -0400

Received: from EXM-OMF-21.Ceg.Corp.Net ([10.103.93.33]) by
exr-msw-01.Ceg.Corp.Net with Microsoft SMTPSVC(6.0.3790.1830); Mon, 8 Sep
2008 15:57:27 -0400

X-MimeOLE: Produced By Microsoft Exchange V6.5

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MIME-Version: 1.0

Content-Type: multipart/mixed;

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Subject: Notification Letter from Constellation Energy

Date: Mon, 8 Sep 2008 15:57:23 -0400

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21.Ceg.Corp.Net>

X-MS-Has-Attach:

X-MS-TNEF-Correlator:

Thread-Topic: Notification Letter from Constellation Energy

Thread-Index: AckR7RwDGzN6Yk3xSHuQRfIKRItICw==

From: "Wallace, Michael J" <mjw@constellation.com>

To: <Chairman@nrc.gov>

CC: <Sam.collins@nrc.gov>,
<Gina.matakas@nrc.gov>

Return-Path: mjw@constellation.com

X-OriginalArrivalTime: 08 Sep 2008 19:57:27.0443 (UTC)

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15:57:29 -0400

X-Ironport-ID: mail2

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X-IronPort-Anti-Spam-Result:

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Received: from smtp01.constellation.com ([216.99.186.130]) by mail2.nrc.gov
with ESMTP; 08 Sep 2008 15:57:28 -0400

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smtp01.constellation.com with ESMTP; 08 Sep 2008 15:57:26 -0400
Received: from EXM-OMF-21.Ceg.Corp.Net ([10.103.93.33]) by
exr-msw-01.Ceg.Corp.Net with Microsoft SMTPSVC(6.0.3790.1830); Mon, 8 Sep
2008 15:57:27 -0400
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X-MS-TNEF-Correlator:
Thread-Topic: Notification Letter from Constellation Energy
Thread-Index: AckR7RwDGzN6Yk3xSHuQRfIkRItICw==
From: "Wallace, Michael J" <mjw@constellation.com>
To: <Chairman@nrc.gov>
CC: <Sam.collins@nrc.gov>,
<Gina.matakas@nrc.gov>
Return-Path: mjw@constellation.com
X-OriginalArrivalTime: 08 Sep 2008 19:57:27.0443 (UTC)
FILETIME=[1E8FC630:01C911ED]

Sandy Joosten

From: Wallace, Michael J [mjw@constellation.com]
Sent: Monday, September 08, 2008 3:57 PM
To: CHAIRMAN Resource
Cc: Sam Collins; Gina Matakas
Subject: Notification Letter from Constellation Energy
Attachments: NRC1Klein9.8.08.pdf

Chairman Klein,

Please see the attached notification letter from Constellation Energy. Please contact me should you have any questions.

Thank you,

Mike Wallace

<<NRC1Klein9.8.08.pdf>>

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