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(610) 337-5040
VIA UPS BLUE LABEL

October 8, 2008

Betsy Ullrich
Senior Health Physicist; Commercial and R&D Branch
Division of Nuclear Materials Safety
US Nuclear Regulatory Commission; Region 1
475 Allendale Road
King of Prussia, PA 19406-1415

RECEIVED
REGION 1
2008 OCT -9 PM 1:45

Re: Docket No. 030-30067 Lic. No.: 29-28053-01 **Control No. 140110**

SUBJECT: XenoBiotic Laboratories, Inc. Interim Information Concerning Financial Assurance Documents – Trust Account [REDACTED]

Dear Ms. Ullrich,

Thank you for your phone call the week of September 8th, 2008 concerning further updating of documents from XenoBiotics Laboratory, Inc. and our financial assurance trustee, U.S. Bank. As we discussed, we are working with U.S. Bank on updating the trust agreement, and finalizing the points that were requested by the NRC for clarification to demonstrate appropriate funds in place, consistent with wording in the Trust agreement, to the satisfaction of NRC.

US Bank has modified the account balance reports to clearly show that it is Trustee of the account. As mentioned in our discussion last month, an unanticipated surgery shortly after our prior communication this year had an impact on finalizing the documents of interest. However, we have maintained, and continue to maintain the trust in government funds with a balance appropriate to meet the requirements of the NRC [current balance \$248,926.20.] The documentation for the reworded trust agreement with US Bank, needed to complete our file, is a priority. I anticipate we will provide to you the revised, and signed documentation by US Bank in mid-October.

XBL has appreciated your guidance on the trust agreement. Please do not hesitate to contact me at 609-799-2295 x215, or our address of record below, if you require any further clarification or information at this time.

Sincerely yours,

Neil J. Lewis, Ph.D.
Vice President and Radiation Safety Officer

cc: Christine B. Micale, Controller, XBL

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ACCOUNT NUMBER: [REDACTED]
XENOBIOTIC LABORATORIES, INC
U.S. BANK AS TRUSTEE

35550



XENOBIOTIC LABORATORIES INC
107 MORGAN LN
PLAINSBORO, NJ 08536-3339

This statement is for the period from
September 1, 2008 to September 30, 2008

QUESTIONS?

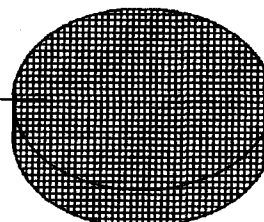
If you have any questions regarding
your account or this statement, please
contact your Account Manager.

NORMAN F. BARNES
EX-NJ-WSSM
21 SOUTH STREET
3RD FLOOR
MORRISTOWN NJ 07960
Phone 973-898-7161
E-mail rick.barnes@usbank.com

ASSET SUMMARY AS OF 09/30/08

Assets	Current Period Market Value	% of Total	Est Annual Income
Cash & Equivalents	248,926.20	99.80	5,086.42
Accrued Income	413.80	.20	.00
Total Market Value	\$249,340.00	100.00	\$5,086.42

Cash & Equiv



ASSET DETAIL

Shares or Face Amount	Security Description	Market Value/ Price	Book Value/ Unrealized Gain(Loss)	Yield at Market	Est Annual Inc/ Accrued Inc
Cash & Equivalents					
Cash/Money Market					
248,926.200	Fidelity Institutional Government Money Market -III Fund #657 316175603	248,926.20 1.0000	248,926.20 0.00	2.04	5,086.42 413.80
Total Cash/Money Market		\$248,926.20	\$248,926.20 \$0.00		\$5,086.42 \$413.80
Total Cash & Equivalents		\$248,926.20	\$248,926.20 \$0.00		\$5,086.42 \$413.80



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ACCOUNT NUMBER: [REDACTED]
XENOBIOTIC LABORATORIES, INC
U.S. BANK AS TRUSTEE

This statement is for the period from
September 1, 2008 to September 30, 2008

ASSET DETAIL (continued)

Shares or Face Amount	Security Description	Market Value/ Price	Book Value/ Unrealized Gain(Loss)	Yield at Market	Est Annual Inc/ Accrued Inc
	Total Assets	\$248,926.20	\$248,926.20 \$0.00		\$5,086.42 \$413.80
	Accrued Income	\$413.80	\$413.80		
	Grand Total	\$249,340.00	\$249,340.00		

ASSET DETAIL MESSAGES

Publicly traded assets are valued in accordance with market quotation or valuation methods from industry accepted services. Assets which are not publicly traded may reflect values from other external sources or special valuations prepared by U. S. Bank. Assets for which a current value is not available may be reflected as not valued, at par value, or at a nominal value of \$1.00. Values shown do not necessarily reflect prices at which assets could have been bought or sold. Values are updated based on internal policy and may be updated less frequently than statement generation.

For further information, please contact your account manager or relationship manager.



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ACCOUNT NUMBER: [REDACTED]
XENOBIOTIC LABORATORIES, INC
U.S. BANK AS TRUSTEE

This statement is for the period from
September 1, 2008 to September 30, 2008

MARKET VALUE SUMMARY		
	Current Period 09/01/08 to 09/30/08	Year-to-Date 01/01/08 to 09/30/08
Beginning Market Value	\$248,926.20	\$244,792.86
Taxable Interest	411.34	5,013.59
Change in Accrued Income	2.46	- 466.45
Ending Market Value	\$249,340.00	\$249,340.00



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ACCOUNT NUMBER: [REDACTED]
XENOBIOTIC LABORATORIES, INC
U.S. BANK AS TRUSTEE

This statement is for the period from
September 1, 2008 to September 30, 2008

CASH SUMMARY			
	Income Cash	Principal Cash	Total Cash
Beginning Cash 09/01/2008	\$0.00	\$0.00	\$0.00
Taxable Interest	411.34		411.34
Transfers	- 411.34	411.34	
Net Money Market Activity		- 411.34	- 411.34
Ending Cash 09/30/2008	\$0.00	\$0.00	\$0.00



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ACCOUNT NUMBER: [REDACTED]
XENOBIOTIC LABORATORIES, INC
U.S. BANK AS TRUSTEE

This statement is for the period from
September 1, 2008 to September 30, 2008

TRANSACTION DETAIL				
Date Posted	Description	Income Cash	Principal Cash	Book Value
	Beginning Balance 09/01/2008	\$0.00	\$0.00	\$248,514.86
09/02/08	Interest Earned On Fidelity Instl Govt Mm-III Fund#657 Interest From 8/1/08 To 8/31/08 316175603	411.34		
09/03/08	Cash Disbursement Transfer To Principal	- 411.34		
09/03/08	Cash Receipt Transfer From Income		411.34	
09/03/08	Purchased 411.34 Units Of Fidelity Instl Govt Mm-III Fund#657 Trade Date 9/3/08 316175603		- 411.34	411.34
	Ending Balance 09/30/2008	\$0.00	\$0.00	\$248,926.20