

May 14, 2009

Mr. Lowell Spackman, District I Supervisor Land Quality Division Wyoming Department of Environmental Quality 122 W. 25<sup>th</sup> Street Cheyenne, WY 82002 CAMECO RESOURCES Smith Ranch-Highland Operation Mail: P.O. Box 1210 Glenrock, WY 82637 USA

Tel: (307) 358-6541 Fax: (307) 358-4533 www.cameco.com

RE: Highland Uranium Project, Update to Excursion at Monitor Well IM-8, Permit to Mine No. 603

Dear Mr. Spackman:

On April 16, 2009 Power Resources, Inc. d/b/a Cameco Resources (CR) provided notification that Monitor Well IM-8 was on excursion status with two of the three parameters (chloride and alkalinity) exceeding the approved UCLs which define an excursion. Results from May 12, 2009 show the well is off excursion. Sampling indicates that the actions taken to date have been successful.

If you have questions, please call me at (307) 358-6541, Ext. 462

Sincerely,

Krista Wenzel Manager, Environment, Health and Safety

cc: T. Cannon T. Hewitt File HUP 4.6.4.1 M. Bryson B. Johnson File HUP 4.3.3.1 D. Mandeville, USNRC (2 copies) S. Bakken