



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

June 26, 2009

Mr. Doug Mandeville
U.S. Nuclear Regulatory Commission
11545 Rockville Pike
#2 White Flint, T7E18
Rockville MD 20852-2738

RE: Source Material License SUA-1548, Docket No. 40-8964, Annual Surety Update

Dear Mr. Mandeville:

Power Resources, Inc. dba Cameco Resources (CR) is herein providing the annual update for the surety estimate for the Smith Ranch - Highland Uranium Project. Additional updates will follow as described below and CR will continue to maintain close communication with the NRC throughout the surety approval process.

CR submitted revised surety estimates to the Wyoming Department of Environmental Quality (WDEQ) Land Quality Division on February 26, 2009 for Mining Permit 603 (Highland) and Mining Permit 633 (Smith Ranch) as stipulated in item 10/24 of the Settlement Agreement for Notice of Violation, Docket No. 4231-08, dated March 10, 2008. The revised surety amounts as required by the same Notice of Violation, item 5/24, are in place and total \$48,000,000 for Permit 603 and \$32,000,000 for Mining Permit 633, totaling an \$80,000,000 bond which is held by the State of Wyoming.

The WDEQ responded to the February 26, 2009 submission and copied the NRC on June 19, 2009 with a request for additional information. CR plans to respond and update the surety estimates by July 31, 2009. The revised surety estimates will also be formally submitted at that time to the NRC for simultaneous review with WDEQ.

If you have questions please contact me at (307) 358-6541 ext. 462.

Regards,

A handwritten signature in black ink, appearing to read "K. Wenzel".

Krista Wenzel
Manager, Environment, Health and Safety

cc: S. Collings
D. Kolkman

T. Cannon
L. Spackman, WDEQ/LQD

S. Bakken
K. Wenzel
File SR-4.3.3.1