

UNION CARBIDE CORPORATION OLD RIDGEBURY ROAD, DANBURY, CT 06817

J. M. REHFELD
EXECUTIVE VICE PRESIDENT

May 3, 1983

Executive Director for Operations
U.S. Nuclear Regulatory Commission
Washington, D.C. 20555

Attention: Mr. William J. Dircks

Re: Facility Operating License
No. R-81 ("NRC License")

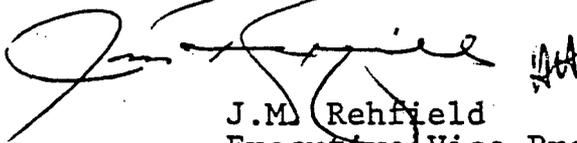
Gentlemen:

Pursuant to a deliberate plan of divestitures, Union Carbide Corporation completely sold all of its Medical Products businesses as of May, 1981. The only remaining activity is the operation of a reactor at Sterling Forest, New York ("Reactor") for the sole commercial benefit of Medi-Physics, Inc., ("Medi-Physics"), a wholly owned subsidiary of Hoffmann-LaRoche, Inc., pursuant to an Operating Agreement dated April 10, 1981 ("Operating Agreement").

By the terms of Paragraph 9 of the Operating Agreement, Union Carbide has the right to decommission the Reactor at the sole expense of Cintichem, Inc., a wholly owned subsidiary of Medi-Physics (which financial obligation is in turn guaranteed by Hoffmann-LaRoche), upon the expiration of the Operating Agreement (April 9, 1987), unless the NRC License is transferred to Cintichem, Inc. or an NRC licensed third party prior to that time.

This letter will confirm Union Carbide's firm intention, on its behalf and as sole stockholder of Union Carbide Subsidiary B, Inc., the current holder of the NRC License, to decommission the Reactor forthwith upon the expiration of the Operating Agreement.

Very truly yours,



J.M. Rehfeld
Executive Vice President

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