



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

April 7, 2010

Mr. Doug Mandeville
U.S. Nuclear Regulatory Commission
11545 Rockville Pike
Two White Flint North, Mailstop T8 F5
Rockville, MD 20852-2738

Re: SRHUP#10 Deep Disposal Well
Docket No. 40-8964, License SUA-1548
WDEQ/LQD Acceptance and LOC No. [REDACTED]

Dear Mr. Mandeville:

Pursuant to License Condition 9.5 of Source Materials License SUA-1548, Power Resources, Inc. d/b/a/ Cameco Resources is herein providing two (2) paper copies of the Wyoming Department of Environmental Quality/Land Quality Division's surety acceptance and Royal Bank of Canada Letter of Credit [REDACTED] in the amount of \$172,700 for the SRHUP#10 Deep Disposal Well.

If you have any questions, please contact Scott Bakken at (720) 879-5514.

Sincerely,

A handwritten signature in black ink, appearing to read 'T. Young', written over a horizontal line.

Thomas P. Young
Vice President, Operations

TY/mw

Attachment: WDEQ/LQD Acceptance and Letter of Credit [REDACTED]

cc: J. Brister
T. Cannon
File SR 4.6.4.1
File SR 4.4.3.1



Department of Environmental Quality



To protect, conserve and enhance the quality of Wyoming's environment for the benefit of current and future generations.

Dave Freudenthal, Governor

John Corra, Director

CERTIFIED MAIL RRR #7007 1490 0004 8013 0998

RECEIVED

February 17, 2010

FEB 25 2010

Smith Ranch - Highland
Attn/Angelo Kallas
PO Box 1210
Glenrock, WY 82637

SMITH RANCH - HIGHLAND

RE: Power Resources, Inc. d/b/a Cameco Resources - UIC Class 1 Permit #09-054, Royal Bank of Canada, New York Letter of Credit [REDACTED]

Dear Mr. Kallas:

The above cited reclamation bond in the amount of One Hundred Seventy-Two Thousand, Seven Hundred Dollars (\$172,700), has been accepted by the division as your performance and payment bond to ensure that your operation will comply with all requirements of the Environmental Quality Act and Water Quality Division Rules and Regulations. A copy of the approved bond is enclosed, along with receipt #2178.

If you have any questions, please contact Deanna Hill of this office (307-777-6910 or dhill@wyo.gov).

Sincerely,

John Wagner
Administrator
Water Quality Division

JFW/DH/bb/10-0120

Enclosures

Cc: Tom Young, Power Resources, Inc. d/b/a Cameco Resources, Lakewood, CO
Kevin Frederick, Manager, Ground Water Section

Herschler Building • 122 West 25th Street • Cheyenne, WY 82002 • <http://deq.state.wy.us>

ADMIN/OUTREACH (307) 777-7937 FAX 777-3610	ABANDONED MINES (307) 777-6145 FAX 777-6462	AIR QUALITY (307) 777-7391 FAX 777-5616	INDUSTRIAL SITING (307) 777-7369 FAX 777-5973	LAND QUALITY (307) 777-7756 FAX 777-5864	SOLID & HAZ. WASTE (307) 777-7752 FAX 777-5973	WATER QUALITY (307) 777-7781 FAX 777-5973
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**Royal Bank
of Canada**

One Liberty Plaza
165 Broadway
New York, NY 10006-1404
Telephone (212) 428-6200

JD

Irrevocable Letter of Credit No.: [REDACTED]
Date of Issue: February 5, 2010
Currency and Amount: USD172,700.00
Expiration Date: February 4, 2011
Place of Expiry: At Our Office



<p>BENEFICIARY: Wyoming Department of Environmental Quality Water Quality Division Herschler Building 122 West 25th Street Cheyenne, Wyoming 82002</p>	<p>APPLICANT: Power Resources, Inc. d/b/a Cameco Resources 141 Union Boulevard Suite 330 Lakewood, CO 80228</p>
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Gentlemen:

We hereby establish our Irrevocable Letter of Credit No.: [REDACTED] (this "Letter of Credit") in your favor, available by your drafts at sight drawn on Royal Bank of Canada, One Liberty Plaza, 3rd Floor, New York, NY 10006-1404, accompanied by the following document:

A signed and dated statement from the Director of the Department of Environmental Quality and the Water Quality Administrator, in any one of the following three forms:

- a. "The undersigned hereby advises that an order in an amount identical to the amount of the sight draft which this statement accompanies has been entered by the Environmental Quality Council pursuant to Water Quality Rules and Regulations, Chapter 13, Section 17, forfeiting all or part of the amount of the credit because of any violation of the Wyoming Environmental Quality Act, by Power Resources, Inc., d/b/a Cameco Resources, UIC Class 1 Permit 09-054 WellSHRUP #10. A certified copy of the order of forfeiture is attached."
- b. "The undersigned hereby advises that a Settlement Agreement in an amount identical to the amount of the sight draft which this statement accompanies has been signed on behalf of the Department of Environmental Quality and on behalf of the operator, Power Resources, Inc., d/b/a Cameco Resources UIC Class 1 Permit 09-054 WellSHRUP #10, in which the parties have agreed to an amount due to the Department because of a violation of the Wyoming Environmental Quality Act, and that Power Resources, Inc., d/b/a Cameco Resources has failed to pay the amount due within the period of time specified in the agreement."

COPY

FEB 18 11

RECEIVED

- c. "The undersigned certifies that the operator, Power Resources, Inc., d/b/a Cameco Resources UIC Class 1 Permit 09-054 WellSHRUP #10, has not filed with the Department an extension to this Letter of Credit; a substitute letter of credit or other acceptable evidence of financial responsibility in the place of the letter of credit; and that it is thirty (30) days or less until the current or any automatically extended expiration date of this Letter of Credit."

The Bank shall give immediate notice to the permittee and the Director of the Department of Environmental Quality of: (a) any notice received or action filed alleging the insolvency or bankruptcy of the Bank; or (b) alleging any violations of regulatory requirements which could result in suspension or revocation of the Bank's charter or license to do business; or (c) the Bank, for any reason, becomes unable to fulfill its obligations under this Letter of Credit.

Each draft must bear upon its face the clause, "Drawn under Royal Bank of Canada, New York Irrevocable Letter of Credit No. [REDACTED] dated February 5, 2010, and the total of this draft and all other draft(s) previously drawn under this Letter of Credit do not exceed USD172,700.00 (United States Dollars One Hundred Seventy-two Thousand Seven Hundred and 00/100)".

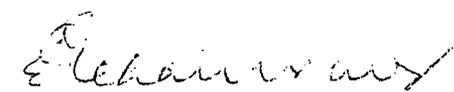
It is a condition of this Letter of Credit that it shall be deemed automatically extended without amendment for one year from the present or any future expiration date, unless, not less than ninety (90) days prior to any such date we shall notify the Director of the Wyoming Department of Environmental Quality in writing, by overnight courier service at the above mentioned address that we elect not to consider this Letter of Credit extended for any such additional period. Upon receipt by you of such notice, you may draw hereunder.

We hereby agree with you that drafts drawn under and in compliance with the terms and conditions of this Letter of Credit will be duly honored if presented to the above-mentioned drawee Bank on or before February 4, 2011, or any automatically extended expiration date.

All disputes arising in connection with this Letter of Credit shall be determined according to the laws of the State of Wyoming.

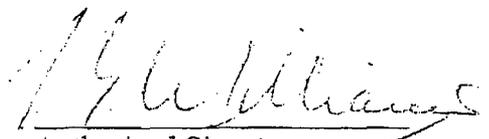
Except to the extent it is inconsistent with the laws of the State of Wyoming, this Letter of Credit is subject to the Uniform Customs and Practice for Documentary Credits (2007 Revision), International Chamber of Commerce Publication No. 600.

ROYAL BANK OF CANADA



Authorized Signature

Chandran Panicker
Senior Manager



Authorized Signature

COPY

RECEIPT

DATE 2/17/2010 No. 2178

RECEIVED FROM Power Resources Inc db/a Cameco

ADDRESS 141 Union Blvd. # 330 Lakewood Resources

One Hundred Seventy Two Thousand ⁰⁰ DOLLARS \$172,700

FOR Reclamation ⁷ Seven Hundred

Bond ~~XXXXXXXXXX~~ Permit 09-054

Water Quality Div.

Barbara Barnes

ACCOUNT		HOW PAID	
AMOUNT			
PAID			
BALANCE			