

SAFETY INSPECTION REPORT AND COMPLIANCE INSPECTION

1. LICENSEE/LOCATION INSPECTED:

**Azopharma Contract Services, Inc.
2662 Metro Blvd.
Maryland Heights, MO 63042**

2. NRC/REGIONAL OFFICE

**U.S. Nuclear Regulatory Commission
Region III
2443 Warrenville Road, Suite 210
Lisle, Illinois 60532-4351**

REPORT NUMBER(S) **2011-01**

3. DOCKET NUMBER(S)
030-38316

4. LICENSEE NUMBER(S)
24-32801-01

5. DATE(S) OF INSPECTION
April 12, 2011

LICENSEE:

The inspection was an examination of the activities conducted under your license as they relate to radiation safety and to compliance with the Nuclear Regulatory Commission (NRC) rules and regulations and the conditions of your license. The inspection consisted of selective examinations of procedures and representative records, interviews with personnel, and observations by the inspector. The inspection findings are as follows:

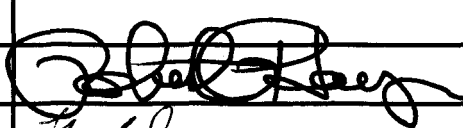

- 1. Based on the inspection findings, no violations were identified.
- 2. Previous violation(s) closed.
- 3. The violation(s), specifically described to you by the inspector as non-cited violations, are not being cited because they were self-identified, non-repetitive, and corrective action was or is being taken, and the remaining criteria in the NRC Enforcement Policy, NUREG-1600, to exercise discretion, were satisfied

_____ Non-cited violation(s) were discussed involving the following requirement(s):

- 4. During this inspection certain of your activities, as described below and/or attached, were in violation of NRC requirements and are being cited. This form is a NOTICE OF VIOLATION, which may be subject to posting in accordance with 10 CFR 19.11

Statement of Corrective Actions

I hereby state that, within 30 days, the actions described by me to the inspector will be taken to correct the violations identified. This statement of corrective actions is made in accordance with the requirements of 10 CFR 2.201 (corrective steps already taken, corrective steps which will be taken, date when full compliance will be achieved). I understand that no further written response to NRC will be required, unless specifically requested.

Title	Printed Name	Signature	Date
LICENSEE'S REPRESENTATIVE			
NRC INSPECTOR	Robert P. Hays		4/12/11
Branch Chief	Tamara E. Bloomer		4/25/11

NRC FORM 591 M PART 3 (06-2010) 10 CFR 2.201		U.S. NUCLEAR REGULATORY COMMISSION <i>Docket File Information</i> SAFETY INSPECTION REPORT AND COMPLIANCE INSPECTION	
1. LICENSEE Azopharma Contract Services, Inc. 2662 Metro Blvd. Maryland Heights, MO 63042 REPORT NUMBER(S) 2011-01		2. NRC/REGIONAL OFFICE U.S. Nuclear Regulatory Commission Region III 2443 Warrenville Road, Suite 210 Lisle, Illinois 60532-4351	
3. DOCKET NUMBER(S) 03038316	4. LICENSE NUMBER(S) 24-32801-01	5. DATE(S) OF INSPECTION April 12, 2011	
6. INSPECTION PROCEDURES 87124 (11/25/03)		7. INSPECTION FOCUS AREAS 03.01-03.07	
SUPPLEMENTAL INSPECTION INFORMATION			
1. PROGRAM 3620	2. PRIORITY 5	3. LICENSEE CONTACT Mike Rogers, RSO	4. TELEPHONE NUMBER 800-364-9897
<input checked="" type="checkbox"/> Main Office Inspection		Next Inspection Date: April 2012	
<input type="checkbox"/> Field Office Inspection _____			
<input type="checkbox"/> Temporary Job Site Inspection _____			
PROGRAM SCOPE			
<p>The licensee is authorized to use H-3, and C-14, for research and development as defined by Section 30.4 of 10 CFR Part 30. At the time of the inspection, the licensee was no longer in business to conduct licensed activities due to a lawsuit and involuntary receivership. The only licensed material possessed by the licensee is two generally-licensed gas chromatographs, which have been leak-tested as required. No licensed activities had been conducted at the authorized location of use. The licensee has recently emerged from receivership and the company's assets were sold to a new company. The RSO informed the inspector that a change of ownership has been submitted to NRC and was waiting approval and license amendment. Since no licensed activities had been initiated, the next inspection date was extended only for one year in accordance with Manual Chapter 2800.</p>			