

Distribution: PDR AIG Reading Indemnity File IDinitz Reading Docket Files

OCT 5 1977

Docket Nos. Agreement No.

50-263 B-42

Northern States Power Co. ATTN: Mr. R. G. Johnson General Superintendent Insurance & Property Protection 414 Nicollet Avenue Minneapolis, Minnesota 55401

Gentlemen:

We are presently reviewing our files and note that the following endorsements to your nuclear liability insurance policies have not been received:

Advance Premium Endorsement and Standard Premium and Reserve Premium Endorsement Calendar Year 1977.

) NEL-PIA) MAELU

In addition, we have not received the following endorsements and signed copies of the following indemnity agreements or amendments thereto:

36 to NF-174

We would appreciate your providing us with this information as scon as possible. If you have any questions, please do not hesitate to contact us.

Sincerely,

SIGNED, IRA DINITZ

Ira Dinitz, Indemnity Specialist Antitrust & Indemnity Group Nuclear Reactor Regulation

NRRLAIG IDinitzina 9/ /76

NRC FORM 195 (2-76)		U.S. NL		ORY COMMON	DOCKET NUMBER
NRCDISTRIB	UTION FOR PA	RT 50 DOCKET	MATERIAL		FILE NUMBER INSURANCE
TO:			ar Company, 1		DATE OF DOCUMENT 9/20/77
Mr. Ira Dinitz		Richland, Washingtom Roy Nilson			DATE RECEIVED 10/7/77
	OTORIZED NCLASSIFIED	PROP	INPUT F	ORM	NUMBER OF COPIES RECEIVED
					1 Signed
DESCRIPTION			ENCLOSURE		
•			NELIA and	MAELU policie	ndorsements to s covering Exxon's n facilities
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DINITZ					
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EXON NUCLEAR COMPANY, Inc.

RESEARCH AND TECHNOLOGY CENTER 2955: George Washington Way, Richland, Washington 99352 PHONE: (509) 943-7100

REGULATORY DOCKET FILE COPY

NUCLEAR REGULATOR

COMMISSION Mail Socied 50-263

Mr. Ira Dinitz Indemnity Specialist Antitrust and Indemnity Group Nuclear Reactor Regulation U.S. Nuclear Regulatory Commission Washington, D. C. 20555

Dear Mr. Dinitz:

Enclosed please find certified endorsements to NELIA and MAELU policies covering our nuclear fuel fabrication facilities at Richland, Washington. It is my understanding that this completes all actions required by us for evidence of required financial protection.

Please let me know if any further documentation or actions are necessary.

Sincerely,

September

MALLAMA.

Roy Nilson, Manager Quality Assurance and Licensing

RN:jas

Enclosures

772800265

AN AFFILIATE OF EXXON CORPORATION

MUTUAL ATOMIC ENERGY LIABILITY UNDERWRITERS

919 North Michigan Avenue, Chicago 11, Illinois

Nuclear Energy 1	Liability	Policy	No.	MF	94
(Facility Forr		. •			-

DECLARATIONS

Item 1. Named Insured Exxon Nuclear Company

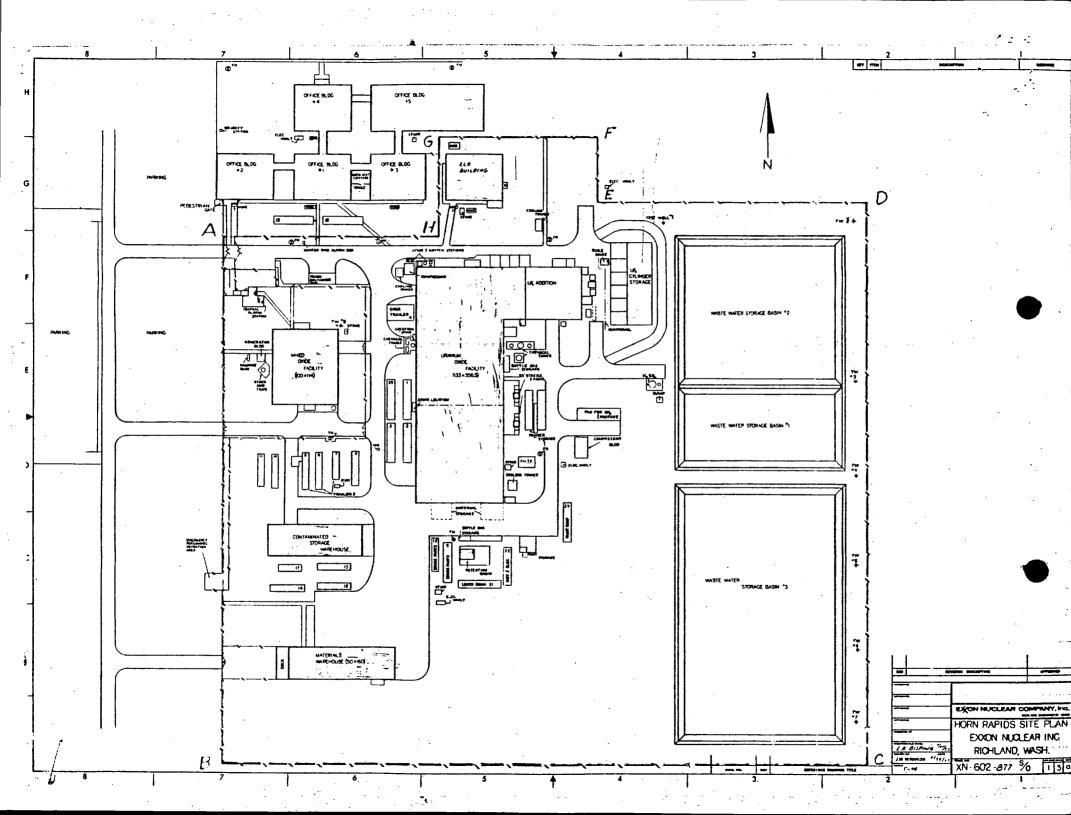
	Address 777 106th Avenue Northeast Bellevue, Washington 98004				
	(No. Street Town or City State)				
Item 2.	Policy Period: Beginning at 12:01 A.M. on the <u>lst</u> day of <u>August</u> , <u>1977</u> , and continuing through the effective date of the cancelation or termination of this policy, standard time at the address of the named insured as stated herein.				
Item 3.	Description of the Facility:				
	Location All of the premises including the land and all buildings and structures				
	Plan XN-602-877 and for which the corner points bear the following coordinates				
	on the Washington State Coordinate System (South Zone): Point A: N 372,755				
	E 2,302,495; Point B: N 371,948 E 2,302,495; Point C: N 371,948 E 2,303,460;				
	Point D: N 372,810 E 2,303,460; Point E:N 372,810 E 2,303,025;				
	Point F: N 372,907 E 2,303,025; Point G: N 372,907 E 2,302,815				
	Point H: N 372,755 E 2,302,815. Said premises are situated in the southwest				
	quarter of Section 15, Township 10 North, Range 28 East Willamette Meridian.				
	Type: Nuclear Fuel Fabrication The Operator of the facility is Exxon Nuclear Company				
ltem 4.	The limit of the companies' liability is \$ 31,500,000 subject to all the terms of this policy having reference thereto.				

- Item 5. Advance Premium \$_4,984.36
- Item 6. These declarations and the schedules forming a part hereof give a complete description of the facility, insofar as it relates to the nuclear energy hazard, except as noted <u>no exceptions</u>

Date of Issue___August_18, 1977____

Countersigned by___

Authorized Representative



NUCLEAR ENERGY LIABILITY INSURANCE

MUTUAL ATOMIC ENERGY LIABILITY UNDERWRITERS

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Address of Mutual Atomic Energy Liability Underwriters Endorsement

It is agreed that the address of the Mutual Atomic Energy Liability Underwriters appearing on the declarations and in the "Company Representation" condition of the policy is amended to read:

"One East Wacker Drive, Chicago, Illinois 60601"

Effective Date of this EndorsementAugust 1, 1977 Exxon Nuclear Company Issued to	
Date of Issue August 18, 1977 THIS IS TO CERTIFY THAT THIS IS A TRUE COPY OF ENDORSEMENT FO	For the Subscribing Companies MUTUAL ATOMIC ENERGY LIABLETY UNDERWRITERS By
Endorsement No1	Countersigned byAUTHORIZED REPRESENTATIVE

NUCLEAR ENERGY LIABILITY INSURANCE

MUTUAL ATOMIC ENERGY LIABILITY UNDERWRITERS

AMENDATORY ENDORSEMENT NUCLEAR ENERGY LIABILITY POLICY (FACILITY FORM)

It is agreed that:

- I. The first sentence of the definition of nuclear facility is amended to read:
 - "nuclear facility" means "the facility" as defined in any Nuclear Energy Liability Policy (Facility Form) issued by Mutual Atomic Energy Liability Inderwriters or by Nuclear Energy Liability Insurance Association;
- II. The definition of "indemnified nuclear facility" is replaced by the following:

"indemnified nuclear facility" means

- (1) "the facility" as defined in any Nuclear Energy Liability Policy (Facility Form) issued by Mutual Atomic Energy Liability Underwriters or by Nuclear Energy Liability Insurance Association, or
- (2) any other nuclear facility,

if financial protection is required pursuant to the Atomic Energy Act of 1954, or any law amendatory thereof, with respect to any activities or operations conducted thereat;

III. Condition 4 is replaced by the following:

LIMITATION OF LIABILITY: COMMON OCCURRENCE Any occurrence or series of occurrences resulting in bodily injury or property damage arising out of the radioactive, toxic, explosive or other hazardous properties of

- (a) nuclear material discharged or dispersed from the facility over a period of days, weeks, months or longer and also arising out of such properties of other nuclear material so discharged or dispersed from one or more other nuclear facilities insured under any Nuclear Energy Liability Policy (Facility Form) issued by Nutual Atomic Energy Liability Underwriters, or
- (b) source material, special nuclear material, spent fuel or waste in the course of transportation for which insurance is afforded under this policy and also arising out of such properties of other source material, special nuclear material, spent fuel or waste in the course of transportation for which insurance is afforded under one or more other Nuclear Energy Liability Policies (Facility Form) issued by Mutual Atomic Energy Liability Underwriters,

shall be deemed to be a common occurrence resulting in bodily injury or property damage caused by the nuclear energy hazard.

With respect to such bodily injury and property damage (1) the total aggregate liability of the members of Mutual Atomic Energy Liability Underwriters under all Nuclear Energy Liability Policies (Facility Form), including this policy, applicable to such common occurrence shall be the sum of the limits of liability of all such policies, the limit of liability of each such policy being as determined by Condition 3 thereof, but in no event shall such total aggregate liability of such members exceed \$13,500,000; (2) the total liability of the companies under this policy shall not exceed that proportion of the total aggregate liability of the members of Mutual Atomic Energy Liability Underwriters, as stated in clause (1) above, which (a) the limit of liability of this policy, as determined by Condition 3, bears to (b) the sum of the limits of liability of all such policies issued by such members, the limit of liability of each such policy being as determined by Condition 3 thereof.

The provisions of this condition shall not operate to increase the limit of the companies' liability under this policy.

IV. The second paragraph of Condition 12 "Other Insurance" is amended to read:

"If the insured has other valid and collectible insurance (other than such concurrent insurance or any other nuclear energy liability insurance issued by Mutual Atomic Energy Liability Underweibers or Nuclear Energy Liability Insurance Association to any person or organization) applicable to loss or expanse covered by this policy, the insurance afforded by this policy shall be excess insurance over such other insurance; provided, with respect to any person who is not employed at and in connection with the facility, such insurance as is afforded by this policy for bodily injury to an employee of the insured arising out of and in the course of his employment shall be primary insurance under such other insurance."

Effective Date of August 1, 197 this Endorsement	7 To form a part MF-94 of Policy No
Exxon Nuclear Compan Issued to	
Date of Issue August 18, 1977	· · · · · · · · · · · · · · · · · · ·
THIS IS TO OFREIFY THAT THIS IS A 1.10. LUFT GI ELIDULS LIBERT 1.0	For the Subscribing Companies MUTUAL ATOMIC ENERGY LIABILITY UNDERWRITERS
RICHARD E. GUODMAR, ODTUNDERWRITERS MUTUAL ATOMIC ENERGY LIABILITY UNDERWRITERS Enderschert No. 2	Constantiated by

AUTHORIZED REPRESENTATIVE

- 2 -

NUCLEAR EVERGY LIABILITY INSURANCE

MUTUAL ATOMIC ENERGY LIABILITY UNDERWRITERS

INDUSTRY CREDIT RATING PLAN

PREMIUM ENDORSEMENT

It is agreed that Condition 1 of the policy is replaced by the following: CONDITION 1. PREMIUM

(1) Definitions: With reference to the premium for this policy:

"advance premium", for any calendar year, is the estimated standard premium for that calendar year;

"standard premium", for any calendar year, is the premium for that calendar year computed in accordance with the companies' rules, rates, rating plans (other than the Industry Credit Rating Plan), premiums and minimum premiums applicable to this insurance;

"reserve premium" means that portion of the standard premium paid to the companies and specifically allocated under the Industry Credit Rating Plan for incurred losses. The amount of the "reserve premium" for this policy for any calendar year during which this policy is in force is the amount designated as such in the Standard Premium Endorsement for that calendar year;

"industry reserve premium", for any calendar year, is the sum of the reserve premiums for that calendar year for all Nuclear Energy Liability Policies issued by Nuclear Energy Liability Insurance Association and Mutual Atomic Energy Liability Underwriters and subject to the Industry Credit Rating Plan;

"policy refund ratio", for any calendar year, is the ratio of the named insured's reserve premium for that calendar year to the industry reserve premium for that calendar year;

"incurred losses" means the sum of:

- (1) all losses and expenses paid by Nuclear Energy Liability Insurance Association and Mutual Atomic Energy Liability Underwriters, and
- (2) all reserves for unpaid losses and Expenses as estimated by Nuclear Energy Liability Insurance Association and Mutual Atomic Energy Liability Underwriters

Page 2

INDUSTRY CREDIT RATING PLAN

PREMIUM ENDORSEMENT (Cont.)

because of obligations assumed and the expenses incurred in connection with such obligations by members of Nuclear Energy Liability Insurance Association and Mutual Atomic Energy Liability Underwriters under all Nuclear Energy Liability Policies issued by Nuclear Energy Liability Insurance Association and Mutual Atomic Energy Liability Underwriters and subject to the Industry Credit Rating Plan;

"reserve for refunds", at the end of any calendar year, is the amount by which (1) the sum of all industry reserve premiums for the period from January 1, 1957 through the end of such calendar year exceeds (2) the total for the same period of (a) all incurred losses, valued as of the next following July 1, and (b) all reserve premium refunds made under the Industry Credit Rating Plan by members of Nuclear Energy Liability Insurance Association and Mutual Atomic Energy Liability Underwriters;

"industry reserve premium refund", for any calendar year, is determined by multiplying the reserve for refunds at the end of the ninth calendar thereafter by the ratio of the industry reserve premium for the calendar year for which the premium refund is being determined to the sum of such amount and the total industry reserve premiums for the next nine calendar years thereafter, provided that the industry reserve premium refund for any calendar year shall in no event be greater than the industry reserve premium for such calendar year.

(2) Payment of Advance and Standard Premiums. The named insured shall pay the companies the advance premium stated in the declarations, for the period from the effective date of this policy through December 31 following. Thereafter, at the beginning of each calendar year while this policy is in force, the named insured shall pay the advance premium for such year to the companies. The advance premium for each calendar year shall be stated in the Advance Premium Endorsement for such calendar year issued to the named insured as soon as practicalbe prior to or after the beginning of such year.

As soon as practicable after each December 31 and after the termination of this policy, the standard premium for the preceding calendar year shall be finally determined and stated in the Standard Premium Endersement for that calendar year. If the standard premium so determined exceeds the advance premium previously paid for such calendar year, the named insured shall pay the excess to the companies; if less, the companies shall return to the named insured the excess portion paid by such insured.

Page 3

INDUSTRY CREDIT RATING PLAN

PREMIUM ENDORSEMENT (Cont.)

The named insured shall maintain records of the information necessary for premium computation and shall send copies of such records to the companies as directed, at the end of each calendar year, at the end of the policy period and at such other times during the policy period as the companies may direct.

- (3) Use of Reserve Premiums. All reserve premiums paid or payable for this policy may be used by the members of Mutual Atomic Energy Liability Underwriters to discharge their obligations with respect to incurred losses whether such losses are incurred under this policy or under any other policy issued by Nuclear Energy Liability Insurance Association or Mutual Atomic Energy Liability Underwriters.
- (4) Reserve Premium Refunds. A portion of the reserve premium for this policy for the first calendar year of any group of ten consecutive calendar years shall be returnable to the named insured provided there is a reserve for retunds at the end of the tenth calendar year.
- (5) Computation of Reserve Premium Refunds. The reserve premium refund due the named insured for any calendar year shall be determined by multiplying any industry reserve premium refund for such calendar year by the policy refund ratio for such calendar year. The reserve premium refund for any calendar year shall be finally determined as soon as practicable after July 1 of the tenth calendar year thereafter.
- (6) Final Premium. The final premium for this policy shall be the sum of standard premiums for each calendar year, or portion thereof, during which this policy remains in force less the sum of all refunds of reserve premiums due the named insured under the provisions of this Condition 1.

INDUSTRY CREDIT RATING PLAN PREMIUM ENDORSEMENT (Cont.)

Page 4

(7) Reserve Premium Refund Agreement. Each member of Mutual Atomic Energy Liability Underwriters subscribing this policy for any calendar year, or pertion thereof, thereby agrees for itself, severally and not jointly, and in the respective proportion of its liability assumed under this policy for that calendar year, to return to the nomed insured that portion of any reserve premium refund due the named insured for that calendar year, determined in accordance with the provisions of this Condition 1.

Effective Date of this Endorsement -	August 1	, 1977	To form a part of Polley No	MF-94	
Ested to	xxon Nuclear Compan	ny			
Date of Your	August 18, 1977	an a			
MADE PART OF NUC (FACILITY FORM) NO INSURANCE IS AFTO TRUE COPY.	DRS_MENT NO.	ñ	riking Companies MOMIC ENERG	Y LLAUILITY	UNDERWRITERS
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NUCLEAR ENERGY LIABILITY INSURANCE

MUTUAL ATOMIC ENERGY LIABILITY UNDERWRITERS

AMENDMENT OF CONDITION 4 ENDORSEMENT

It is agreed that with respect to bodily injury or property damage caused after the effective date of this endorsement by the nuclear energy hazard the figure \$13,500,000 stated in Condition 4 of the policy is amended to read \$31,500,000.

Effective Date of August 1, 197 this EndorsementAugust 1, 197 Exxon Nuclear Compan Issued to	y
Date of Issue August 18, 1977 THIS IS TO CERTIFY THAT THIS IS A TWO CARL OF ENDURSUMENT NO. 4 LANCE FAULT OF NUGLEAR ENERGY-POLICY	For the Subscribing Companies
(I A LL.IV FURG) MO. MF	MUTUAL ATOMIC ENERGY LIABILITY UNDERWRITERS
Endorsement No4	Countersigned byAUTHORIZED REPRESENTATIVE

NUCLEAR CNERGY LIABILITY INSURANCE

MUTUAL ATOMIC ENERGY LIABILITY UNDERWRITERS

AMENDATORY ENDORSEMENT (Application of Policy)

It is agreed that Insuring Agreement IV of the policy, captioned "Application of Policy" is amended to read as follows:

APPLICATION OF POLICY This policy applies only to bodily injury or property damage (1) which is caused during the policy period by the nuclear energy hazard and (2) which is discovered and for which written claim is made against the insured, not later than ten years after the end of the policy period.

Effective Date of August 1, 197	77 To form a part MF-94
Exxon Nuclear Comp	Sany
Date of Issue August 18, 1977	
THIS IS TO CERTIFY THAT THIS IS A TRUE COPY OF ENDORSEMENT NO. 5 MADE PART OF NUCLEAR ENERGY POLICY, (FAC:LITY FORM) NO. MF. 94 NO INSURANCE IS AFORDED DIDDER THIS TRUE 20PY. CONTACT OF THIS TRUE 20PY. CONTACT OF THIS RICHARD E. GOODMAN, SECRETARY AUTUAL ATULIC ENERGY LIABILITY UNDERWRITERS	For the Subscribing Companies MUTUAL ATOMIC ENERGY LIABILITY UNDERWRITERS
Endorsement No. <u>5</u>	Countersigned byAUTHORIZED REPRESENTATIVE

MATEO NA

NUCLEAR NERGY LIABILITY INSUFICE

MUTUAL ATOMIC ENERGY LIABILITY UNDERWRITERS

Amendment of Name of Member Company Endorsement

It is agreed that the name "SENTRY INSURANCE A MUTUAL COMPANY" is substituted for "HARDWARE MUTUAL CASUALTY COMPANY" wherever it appears in the policy.

Effective Date of this Endorsement <u>August 1, 1977</u>	To form a part of Policy NoMF-94
Issued toExxon Nuclear Compa	ny
August 18,1977	· ·
THIS IS TO CERTIFY THAT THIS IS A THUS O. P. US ENDORSMENT NO. 6 LAUC FART OF MUCLEAR ENERGY POLICY (FACILITY FORL) NO. MF. 94 NO INSURANCE IS AFFORDED UNDER THIS TRUE CUPY. RICHARD E. GOODMAN, SECRETARY WUTUAL ATOMIC ENERGY LIABILITY UNDERWRITERS	For the Subscribing Companies MUTUAL ATOMIC ENERGY LIABILITY UNDERWRITERS
Endorsement No.	Countersigned by Authonized Representative
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NUCLEAR NERGY LIABILITY INSURENCE

MUTUAL ATOMIC ENERGY LIABILITY UNDERWRITERS

ADVANCE PREMIUM ENDORSEMENT and STANDARD PREMIUM ENDORSEMENT

Calendar Year 1977

1. ADVANCE PREMIUM

It is agreed that the Advance Premium due the companies for the calendar year designated above is \$4,984.36

2. STANDARD PREMIUM AND RESERVE PREMIUM

In the absence of a change in the Advance Premium indicated above, it is agreed that, subject to the provisions of the Industry Credit Rating Plan, the Standard Premium and Reserve Premium are:

Standard Premium\$ 4,984.36Reserve Premium\$ 3,542.18

Effective Date of
this EndorsementAugust 1, 1977To form a part
of Policy No.Issued toExxon Nuclear Company

Date of Issue August 18, 1977

THIS IS TO CERTIFY THAT THIS IS A TRUE CUPY OF ENDORSEMENT MO. 7	For the Subscribing Companies
MADE PART OF NUCLEAR ENERGY POLICY (FACILITY FORM) NO. MF	MUTUAL ATOMIC ENERGY LIABILITY UNDERWRITERS
TRUE COFY. ALANDED CHIVER THIS TRUE COFY.	By
RITHARD L. GOODMAN, SECRETARY	ntersigned by

AUTHORIZED REPRESENTATIVE

NUCLEAR NERGY LIABILITY INSUFINCE

MUTUAL ATOMIC ENERGY LIABILITY UNDERWRITERS

AMENDMENT OF CONDITION 2 "INSPECTION; SUSPENSION" (FACILITY FORM)

It is agreed that Condition 2 "INSPECTION; SUSPENSION" is replaced by the following:

2. INSPECTION; SUSPENSION. The companies shall at any time be permitted but not obligated to inspect the facility and all operations relating thereto and to examine the insured's books and records as far as they relate to the subject matter of this insurance. Neither the right to make inspections and examinations nor the making thereof nor any advice or report resulting therefrom shall constitute an undertaking, on behalf of or for the benefit of the insured or others, to determine or warrant that such facility or operations are safe or healthful, or are in compliance with any law, rule or regulation.

If a representative of the companies discovers a condition which he believes to be unduly dangerous with respect to the nuclear energy hazard, a representative of the companies may request that such condition be corrected without delay. In the event of non-compliance with such request, a representative of the companies may, by notice to the named insured, to any other person or organization considered by the companies to be responsible for the continuance of such dangerous condition, and to the United States Nuclear Regulatory Commission, suspend the insurance with respect to the named insured and such other person or organization effective 12:00 midnight of the next business day of such Commission following the date that such Commission receives such notice. The period of such suspension shall terminate as of the time stated in a written notice from the companies to the named insured and to each such person or organization that such condition has been corrected.

Effective Date of August 1, 19	77 To form of Policy	a part NoMF-94
Exxon Nuclear Company Issued to		
Date of Issue August 18, 1977		
THIS IS TO CERTIFY THAT THIS IS A TRUE COPY OF ENDORSEMENT NO	For the Subscribing Com MUTUAL ATOMIC is By man- Countersigned by	npanies ENERGY LIABILITY UNDERWRITERS
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NUCLEAR NERGY LIABILITY INSURANCE

MUTUAL ATOMIC ENERGY LIABILITY UNDERWRITERS

AMENDMENT OF DEFINITIONS OF "Nuclear Energy Hazard" and "Insured Shipment" (Indemnified Nuclear Facility)

It is agreed that:

- I. In Insuring Agreement III, "Definitions"
 - A. solely with respect to an "insured shipment" to which this policy applies as proof of financial protection required by the Nuclear Regulatory Commission, Subdivision (2) of the definition of "nuclear energy hazard" is amended to read:
 - (2) the nuclear material is in an insured shipment which is away from any other nuclear facility and is in the course of transportation, including the handling and temporary storage incidental thereto, within
 - (a) the territorial limits of the United States of America, its territories or possessions, Puerto Rico or the Canal Zone; or
 - (b) international waters or airspace, provided that the nuclear material is in the course of transportation between two points located within the territorial limits described in (a) above and there are no deviations in the course of the transportation for purpose of going to any other country, state or nation, except a deviation in the course of said transportation for the purpose of going to or returning from a port or place of refuge as the result of an emergency.
 - B. the definition of "insured shipment" is replaced with the following:

"insured shipment" means a shipment of source material, special nuclear material, spent fuel or waste, herein called "material," (1) to the facility from any location except an indemnified nuclear facility, but only if the transportation of the material is not by predetermination to be interrupted by removal of the material from a transporting conveyance for any purpose other than the continuation of its transportation, or (2) from the facility to any other location, but only until the material is removed from a transporting conveyance for any purpose other than the continuation of its transportation.

II. As used therein, "financial protection," has the meaning given it in the Atomic Energy Act of 1954, as amended.

Effective Date of August 1, 197 this Endorsement	7 To form a part MF-94 of Policy No.
Issued toExxon Nuclear Company	1
August 18, 1977 Date of Issue	
THIS IS TO CERTIFY THAT THIS IS A TRUE COPY OF ENDORSEMENT NO	For the Subscribing Companies MUTUAL ATOMIC ENERGY LIABILITY UNDERWRITERS
9 Endorsement No	Countersigned byAUTHORIZED REPRESENTATIVE

PRINTRO

-2-

NUCLEAR SERGY LIABILITY INSURANCE ASSOCIATION

85 John Street, New York, New York 10038

• •				Nuclear Ei (Fac	nergy Liability Policy No. ility Form)	NF	193
			DECLARA	TIONS			
Item 1.	Named Insured_	Jersey E	nterprises, Inc.		· · ·	;	<u></u>
	Address 7	77 106th Aven (No.	nue Northeast Str e t		ue, Washington Town or City	98004 State)	<u></u>
Item 2.	Policy Period: B the effective date	eginning at XXXX A.M. of the cancelation or to	on the <u>25th</u> ermination of this policy, st	day of <u>March</u> andard time at the ad	19_71 dress of the named insure	, and cont d as stated	inuing through I herein.
Item 3.	Description of th	e Facility:					
	Location A1	l buildings an	d premises owned	by, occupied	by or rented to	the n	named
	insured k	nown as the Je	rsey Nuclear Fue	l Fabrication	Facility locate	ed_at_	
	2101 Horn	Rapids Road,	Richland, Washin	<u>gton 99352 au</u>	nd situated with	nin the	<u>e heavy</u>
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	The Operator of t	he facility is	rming a part hereof give a	npany uary	the facility insofat as	$\frac{30}{10}$, 2 the
Item 4.	The limit of the	companies' liability is	20/-3000 -3000	subject to all	the terms of this Bairy	havios rete	enace thereig.
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Item 5.	Advance Premium	\$4,038.25		ty ty m	· · · · · · · · · · · · · · · · · · ·	ł	premiums
Item 6.	These declaration	s and the schedules for	ming a part hereof give a	complete description	of the facility, insofar as	it relates	to the nuclearing
	energy hazaro, ex	cept as noted					
	·			<u></u>	~ U ,		
	•						
Date of	April	12, 1971	, 19_71 Count	ersigned by		7 1	17
Date of				-	Authorized Represe		Ľ
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Nuclear	Forev Liability F	Policy (Facility Form) 2	2/1/57 (Second Revision)				

ear Energy Liability Insuranc NUCLEAR ENERGY LIABILITY INSURANCE ASSOCIATION

AMENDMENT OF THE DESCRIPTION OF THE FACILITY ENDORSEMENT

It is agreed that Item 3 of the Declarations "Description of the Facility" as amended by Endorsement Nos. 9, 14 and 24 is further amended to read:

LOCATION:

All of the premises including the land and all buildings and structures owned, occupied by or rented to Exxon Nuclear Company, Inc. for its Horn Rapids Facility, and shown as being within the heavy dark lines on Drawing No. XN-602-877 s/o dated April 25, 1977, a copy of which is attached hereto and made a part hereof. The corner points shown on said drawing bear the following coordinates on the Washington State Coordinate System (South Zone):

Point A:	N 372,755	E 2,302,495
Point B:	N 371,948	E 2,302,495
Point C:	N 371,948	E 2,303,460
Point D:	N 372,810	E-2,303,460
Point E:	N 372,810	E 2,303,025
Point F:	N 372,907	E 2,303,025
Point G:	N 372,907	
D. 1 4 11	,	, · · · · , · · · · ·
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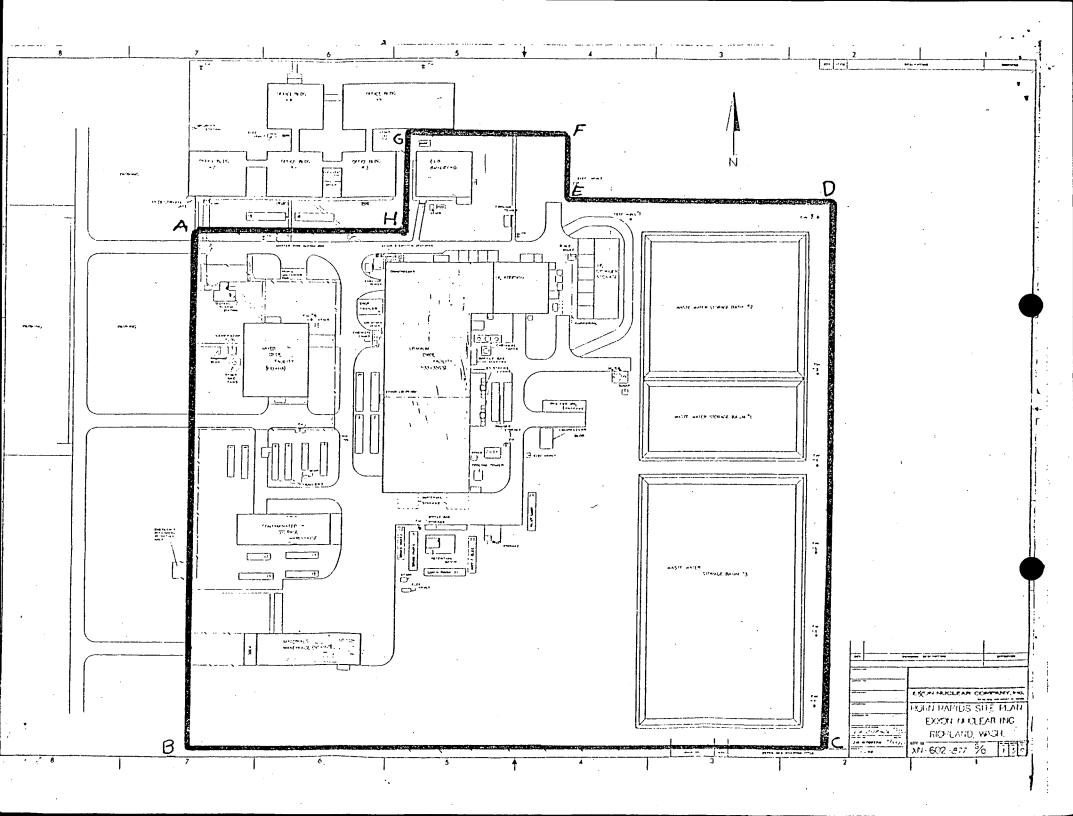
The Richland Horn Rapids Facility is located at 210J Horn Rapids Road, Richland, Washington 99352

This is to certify that this is a true copy of the original Endorsement having the endorsement number and being made part of the Nuclear Energy Liability Policy (Facility Form) as designated hereon. No Insurance is afforded hereunder.

Charles R. Bardes, Wanager-Liability Underwriting Muchear Energy Liab lity-Property Insurance Assoc.

Effective Date of August 1, 1977	To form a part of Policy NoNE-193
12:01 A.M. Standard Time Issued to Exxon Nuclear Company, Inc.	
Date of Issue August 15, 1977	For the subscribing companies
	By
· ·	General Manage
Endorsement No 34	Counterright

Countersigned by



NUCLEAR ENERGY LIABILITY INSURANCE ASSOCIATION

AMENDMENT OF DEFINITIONS OF "Nuclear Energy Hazard" and "Insured Shipment" (Indemnified Nuclear Facility)

It is agreed that:

- I. In Insuring Agreement III, "DEFINITIONS"
 - A. solely with respect to an "insured shipment" to which this policy applies as proof of financial protection required by the Nuclear Regulatory Commission, Subdivision (2) of the definition of "nuclear energy hazard" is amended to read:
 - (2) the nuclear material is in an insured shipment which is away from any other nuclear facility and is in the course of transportation, including the handling and temporary storage incidental thereto, within
 - (a) the territorial limits of the United States of America, its territories or possessions, Puerto Rico or the Canal Zone; or
 - (b) international waters or airspace, provided that the nuclear material is in the course of transportation between two points located within the territorial limits described in (a) above and there are no deviations in the course of the transportation for the purpose of going to any other country, state or nation, except a deviation in the course of said transportation for the purpose of going to or returning from a port or place of refuge as the result of an emergency.
 - B. the definition of "insured shipment" is replaced with the following;

"insured shipment" means a shipment of source material, special nuclear material, spent fuel or waste, herein called "material", (1) to the facility from any location except an indemnified nuclear facility, but only if the transportation of the material is not by prede-



termination to be interrupted by removal of the material from a transporting conveyance for any purpose other than the continuation of its transportation, or (2) from the facility to any other location, but only until the material is removed from a transporting conveyance for any purpose other than the continuation of its transportation.

II. As used herein, "financial protection" has the meaning given it in the Atomic Energy Act of 1954, as amended.



Effective Date of August 1, 1977 this Endorsement 12:01 A.M. Standard Time Issued to Exxon Nuclear Company, Inc.

Date of Issue July 28, 1977

_To form a part of Policy No__NE- 193

For the supecribing companies General Manager

Countersigned by

NE-45 (1/1/77)

Endorsement No _____33

Nuture Energy Liability Insurance VINUCLEAR ENERGY LIABILITY INSURANCE ASSOCIATION

INCREASE OF LIMIT OF LIABILITY ENDORSEMENT

It is agreed that:

1. The limit of liability stated in Item 4 of the declarations of the policy is amended to read \$ 108,500,000.00

This amended limit applies with respect to obligations assumed or expenses incurred because of bodily injury or property damage caused, during the period from the effective date of this endorsement to the date of termination of the policy, by the nuclear energy hazard.

2. The limit of liability stated in Item 4 of the declarations and the amended limit of liability stated in paragraph 1 above shall not be cumulative, and each payment made by the companies after the effective date of this endorsement for any loss or expense covered by the policy shall reduce by the amount of such payment both the limit of liability stated in Item 4 of the declarations and the amended limit stated in paragraph 1 above, regardless of which limit of liability applies with respect to the bodily injury or property damage out of which such loss or expense arises.

To form a part of Policy No_

Effective Date this Endorseme		ugus	st 1,	1977			
Issued to	Exxon	Nuc1	12:0 .ear	1 A.M. : Compan	Standar y, lno	d Time	
Date of Issue	July	28,	1977				

32

For the subscribing companies General Manager

NF-193

Endorsement No

Countersigned by_

NE-12

Nutor Energy Liability Insurance NUCLEAR ENERGY LIABILITY INSURANCE ASSOCIATION

ADVANCE PREMIUM AND STANDARD PREMIUM ENDORSEMENT

CALENDAR YEAR 1977

It is agreed that Items 1a. and 1b. of Endorsement No. $\frac{27}{2}$ are amended to read:

1a. ADVANCE PREMIUM: It is agreed that the Advance
Premium due the companies for the period designated above
is: \$ 29,100.27

1b. STANDARD PREMIUM AND RESERVE PREMIUM: In the absence of a change in the Advance Premium indicated above, it is agreed that, subject to the provisions of the Industry Credit Rating Plan, the Standard Premium is said Advance Premium and the Reserve Premium is: \$ 20,680.36 Additional Premium: \$8,563.39

NF-193

Effective Date of this Endorsement	January 1, 1977		
ssued to	12:01 A.M. Standard Time Exxon Nuclear Company, Inc.		
Date of Issue	July 27, 1977		

To form a part of Policy No.

For the supecribing companies BV General Manager

Endorsement No 31

NE-36

Countersigned by

ar Energy Liability Insurance NUCLEAR ENERGY KTABILITY INSURANCE ASSOCIATION

ENDMENT OF CONDITION 4 T IN 1977 SUBSCRIBING COMPANIES AND AMENDING AND IN THEIR PROPORTIONATE LIABILITY ENDORSEMENT

It is agreed that:

1.

- with respect to bodily injury or property damage caused after the effective date of this endorsement by the nuclear energy hazard, the figure \$96,875,000 stated in Condition 4 of the policy is amended to read \$108,500,000.
- 2. the listing of subscribing companies and their proportionate liability for calendar year 1977 shown on the reverse side of the Advance Premium and Standard Premium Endorsement for Calendar Year 1977 is replaced by the listing on the reverse side of this endorsement.

(over)

YELLOW COPY AGENT/BROKER SUBMITTING COMPANY PINK COPY Effective Date of January 1, 1977 this Endorsement_ 12:01 A.M. Standard Time - Unnoa Duclear Company, Inc. Issued to _ <u>January 31,</u> 1977

<u>- 10 - '</u>

For the supscribing con By General Manager Countersigned

Endorsement No

Date of Issue

NE-43D (1/1/77)

SUBSCRIBING COMPANIES

Aetna Casualty and Surety Co., The, 151 Farmington Ave., Hartford, CT 06156 11.4807836 Aetna Insurance Company, 55 Elm St., Hartford, CT 06115 Allstate Insurance Co., 8324 Skokie Blvd., Skokie, IL 60076 2.3753345 4.7506691 American Home Assurance Co., 102 Maiden La., New York, NY 10005 American Motorists Insurance Co., Long Grove, IL 60049 Centennial Insurance Co., 45 Wall St., New York, NY 10005 .6730115 3958891 3958891 Commercial Union Insurance Co., One Beacon St., Boston, MA 02108 Continental Casualty Co., CNA Plaza, Chicago, IL 60685 3.4838240 Commercial Union Insurance Co., One Beacon St., Boston, MA 02108 Continental Casualty Co., CNA Plaza, Chicago, IL 60685 Continental Insurance Co., The, 80 Maiden La., New York, NY 10038 Federal Insurance Co., 51 John F. Kennedy Pkwy:, Short Hills, NJ 07078 Fireman's Fund Insurance Co., 3333 California St., San Francisco, CA 94119 General Accident Fire and Life Assurance Corp., Ltd. 414 Walnut St., Philadelphia, PA 19105 Great American Insurance Co., 580 Walnut St., Cincinnati, OH 45201 Gulf Insurance Co., 3015 Cedar Springs, Dallas, TX 75221 Hanover Insurance Co., The, 440 Lincoln St., Worcester, MA 01605 Hartford Accident and Indemnity Co., Hartford Plaza, Hartford, CT 06115 Hartford Accident and Indemnity Co., Hartford Plaza, Hartford, CT 06115 Hartford Steam Boiler Insp. & Ins. Co., The, 56 Prospect St., Hartford, CT 06102 Home Indemnity Co., The, 59 Maiden La., New York, NY 10038 Insurance Co. of North America, 1600 Arch Street, Philadelphia, PA 19101 Maryland Casualty Co., P.O. BOX 1228, Baltimore, MD 21203 Monarch Insurance Co. of Ohio, The, 19 Rector St., New York, NY 10006 Northwestern National Ins. Co., 731 No. Jackson St., Milwaukee, WI 53202 Pacific Indemnity Co., 3200 Wilshire Blvd., Los Angeles, CA 90054 Peerless Insurance Co., 62 Maple Ave., Keene, NH 03431 Phoenix Assurance Co., 61 New York, 80 Maiden La., New York, NY 10038 Protective Insurance Co., 310 No. Meridian St., Indianapolis, IN 46208 Providence Washington Insurance Co., 20 Washington Place, Providence, RI 02903 Puritan Insurance Company, 1515 Summer St., Stamford, CT 06905 Reliance Insurance Company, 1515 Summer St., Stamford, CT 06905 Reliance Insurance Company, 150 William Street, New York, New York 10038 St. Paul Fire & Marine Ins. Co., 385 Washington St. St. Paul, MN 55102 Seeboard Surety Co., 90 William St., New York, NY 10038 4.4339578 6.3342254 .2668451 4.3547800 1 3460229 1.3301873 1583556 4750669 7.9177818 4354780 2,7712236 6.3342250 1.5835564 2771224 5542447 .3167113 0989723 4750669 1583556 .0989723 2375335 1.2668451 Royal Globe Insurance Company, 150 William Street, New York, New York 10038 St. Paul Fire & Marine Ins. Co., 385 Washington St., St. Paul, MN 55102 Seaboard Surety Co., 90 William St., New York, NY 10038 Security Insurance Company of Hartford, 1000 Asylum Ave., Hartford, CT 06101 State Farm Fire & Casualty Company, 112 East Washington St., Bloomington, 1L 61701 Transamerica Insurance Co., 1150 So. Olive St., Los Angeles, CA 90015 Travelers Indemnity Company, The, One Tower Square, Hartford, CT 06115 United States Fidelity and Guaranty Co., P.O. BOX 1138, Baltimore, MD 21203 United States Fire Insurance Co., Madison Ave. at Canfield Rd., Morristown, NJ 07960 Zurich Insurance Co. 211 West Jackson Blvd. Chicago II 60604 3.5630018 3.9335540 .3167113 1.0689005 .7917782 6334225 11.2432501 9.0262712 2.8504014 Zurich Insurance Co., 111 West Jackson Blvd., Chicago, IL 60604 7917782

NE-77a

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PROPORTION OF 100%

h Mar Energy Liability Insurance

NUCLEAR ENERGY LIABILITY INSURANCE ASSOCIATION

AMENDMENT OF TRANSPORTATION COVERAGE ENDORSEMENT

It is agreed that the shipment of unirradiated fuel rods containing a total of approximately 498 kilograms of depleted uranium in pellet form scheduled to leave the facility on or about December 16, 1976 and return no later than December 21, 1976, said shipment being made for the purpose of testing shipping methods and procedures in order to prevent damage to fuel during transit, is deemed to be an insured shipment but only (1) until the material described above is removed from any transporting conveyance for any purpose other than the continuation of its transportation and (2) if the shipment is not transported to an indemnified nuclear facility.

this Endorsement	December 16, 1976
Issued toExxon	12:01 A.M. Standard Time Nuclear Company, Inc.
	•

Date of Issue January 5, 1977

For the supscribing companies

To form a part of Policy No...

General Manager

NE-193

Countersigned by

Endorsement No

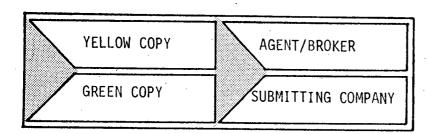
NUCLEAR ENERGY THABILITY INSURANCE ASSOCIATION

 ADVANCE PREMIUMAND STANDARD PREMIUM ENDORSEMENT
 CHANGES IN SUBSECTIONATE COMPANIES AND IN THEIR PROPORTIONATE LIABILITY ENDORSEMENT

Calendar Year 1977

- la. ADVANCE PREMIUM: It is agreed that the Advance Premium due the companies
 for the period designated above is: \$ 20,536.88
- b. <u>STANDARD PREMIUM AND RESERVE PREMIUM</u>: In the absence of a change in the Advance Premium indicated above, it is agreed that, subject to the provisions of the Industry Credit Rating Plan, the Standard Premium is said Advance Premium and the Reserve Premium is: \$ 14,286.56
- 2. It is agreed that with respect to bodily injury or property damage caused, during the effective period of this endorsement, by the nuclear energy hazard:
 - a. The word "companies" wherever used in the policy means the subscribing companies listed on the reverse side of this endorsement.
 - b. The policy shall be binding on such companies only.
 - c. Each such company shall be liable only for its proportion of any obligation assumed or expense incurred under the policy because of such bodily injury or property damage as designated on the reverse side of this endorsement.
- 3. It is agreed that the effective period of this endorsement is from the beginning of the effective date of this endorsement stated below to the close of December 31st of the Calendar Year designated in the caption above, or to the time of the termination or cancellation of the policy, if sooner.

(Over)



Effective Date of this Endorsement January 1, 1977 12:01 A.M. Standard Time Issued to Exxon Nuclear Company, Inc.	To form a part of Policy NoNF+193
Date of Issue December 31, 1976	For the subscribing companies
	By CARLAND Bonneral Manager

Endorsement No _____ NE-35 (1/1/77) 27

Countersigned by_

NUCLEAR ENERGY LIABILITY INSURANCE ASSOCIATION

AMENDMENT OF CONDITION 2 "INSPECTION; SUSPENSION" (Facility Form)

It is agreed that Condition 2 "INSPECTION; SUSPENSION" is replaced by the following:

2 INSPECTION; SUSPENSION The companies shall at any time be permitted but not obligated to inspect the facility and all operations relating thereto and to examine the insured's books and records as far as they relate to the subject matter of this insurance. Neither the right to make inspections and examinations nor the making thereof nor any advice or report resulting therefrom shall constitute an undertaking, on behalf of or for the benefit of the insured or others, to determine or warrant that such facility or operations are safe or healthful, or are in compliance with any law, rule or regulation.

If a representative of the companies discovers a condition which he believes to be unduly dangerous with respect to the nuclear energy hazard, a representative of the companies may request that such condition be corrected without delay. In the event of non-compliance with such request, a representative of the companies may, by notice to the named insured, to any other person or organization considered by the companies to be responsible for the continuance of such dangerous condition, and to the United States Nuclear Regulatory Commission, suspend the insurance with respect to the named insured and such other person or organization effective 12:00 midnight of the next business day of such Commission following the date that such Commission receives such notice. The period of such suspension shall terminate as of the time stated in a written notice from the companies to the named insured and to each such person or organization that such condition has been corrected.

Effective Date of January 1, 1977	To form a part of Policy No. NF-193
12:01 A.M. Standard Time Issued to Exxon Nuclear Company, Inc.	
Date of tssue December 15, 1976	For the subscribing companies
	ByGeneral Manager
Endorsement No <u>26</u> NE-46	Countersigned by

(1/1/77)

Nuter Energy Liability Insurance NUCLEAR ENERGY LIABILITY INSURANCE ASSOCIATION

AMENDMENT OF THE DESCRIPTION OF THE FACILITY ENDORSEMENT

It is agreed that Item 3 of the Declarations "Description of the Facility" as amended by Endorsement Nos. 9 and 14 is further amended to read:

LOCATION: All of the premises including the land and all buildings and structures owned, occupied by or rented to EXXON Nuclear Company, Inc. for its Richland Horn Rapids Facility located at 2101 Horn Rapids Road, Richland, Washington, 99352.

Effective Date of this Endorsement	January 1, 1975	To form a part of Policy NoNF-193
Issued to	12:01 A.M. Standard Time EXXON_NUCLEAR COMPANY, INC.	
Date of Issue	NOVEMBER 1Z, 1975	For the subscribing companies
		By Michon
· · · ·		By General Ma

Nuclear Energy Hiability Insurance NUCLEAR ENERGY LIABILITY INSURANCE ASSOCIATION

Amendment of Condition 4 Endorsement

It is agreed that with respect to bodily injury or property damage caused after the effective date of this endorsement by the nuclear energy hazard, the figure \$85,250,000 stated in Condition 4 of the policy is amended to read \$96,875,000.

Effective Date of this Endorsement January 1, 1975 12:01 A.M. Standard Tim Issued to Distan Divelogr Company, Inc		
Date of Issue January 10, 1975	For the subscrappe compares	 .
GREEN AGENT/	BROKER By Fride Ceneral Manager	
	ING COMPANY	
Endorsement No20 1/1/75 NE 43B	Countersigned by	

Leelear Energy Liability Insurance

NUCLEAR ENERGY LIABILITY INSURANCE ASSOCIATION

AMENDMENT OF TRANSPORTATION COVERAGE ENDORSEMENT

It is agreed that the shipment of two (2) unirradiated reactor fuel assemblies to leave the facility on or about July 3, 1975 and return to the facility on or about the same date, said shipment being made for the purpose of testing the shipping container for the fuel assemblies, is deemed to be an insured shipment but only (1) until the material described above is removed from any transporting conveyance for any purpose other than the continuation of its transportation and (2) if the shipment is not transported to an indemnified nuclear facility.

Effective Date of this Endorsement	July 3, 1975 12:01 A.M. Standard Time Exxon Nuclear Company, INc.	To form a part of Policy NoNF-193
Date of Issue	Jul <u>y 7, 197</u> 5	For the supecribing companies
		ByGeneral Manager

Endorsement No

22

clear Energy Liability Insurance

NUCLEAR ENERGY LIABILITY INSURANCE ASSOCIATION

:•,

Address of Nuclear Energy Liability Insurance Association Endorsement

It is agreed that the address of the Nuclear Energy Liability Insurance Association appearing in the "Company Representation" condition of the policy is amended to read:

> The Exchange Farmington Avenue Farmington, Connecticut 06032

Effective Data this Endorses Issued to		To form a part of Policy No.
Date of Issue	March 15, 1974	For the Subscribing Companies
	Pink Agent/Broker	
	Yellow (2) Submitting Company	By Joseph Manager General Manager
Endomenent	No No NE 37B (4/1/74)	Countersigned by

Nuclear Energy Liability Insurance

NUCLEAR ENERGY LIABILITY INSURANCE ASSOCIATION

Amendment of Condition 4 Endorsement

It is agreed that with respect to bodily injury and property damage caused after the effective date of this endorsement by the nuclear energy hazard the figure \$73,625,000 stated in Condition 4 of the policy is amended to read \$85,250,000.

	ive Date of Indorsement.	January 1, 12:0 Euxon	1974 1 A.M. Standard Time De Globart, Contanty		To form a part of Policy No	
Date	of Issue	January 15	, 1974		For the Subscribing Companies	
	Green		Agent/Broker		By Joseph Menon	
37	Pink	(2)	Submitting Co	mpany	General Manage	
	43 (1/1/	16			Countersigned by	

Nuclear Energy Liability Insurance

NUCLEAR ENERGY LIABILITY INSURANCE ASSOCIATION

AMENDMENT OF THE LOCATION OF THE FACILITY ENDORSEMENT

It is agreed that in Item 3 of the Declarations, Description of the Facility, the location of the facility as amended by Endorsement No. 9 is further amended to read:

Location:

Endoment No

All of the premises including the land and all buildings and structures known as the Exxon Nuclear Fuel Fabrication Facility, located at 2101 Horn Rapids Road, Richland, Washington and situated within the boundary lines depicted as heavy red lines on the copy of drawing designated "Plot Plan-Jersey Nuclear Company, Richland, Washington Plant Fig. II-2.0 attached.

Effective Date of January 1, 1973	NF-193	
12:01 A.M. Standard Time Lisued toExxon Nuclear Company, Inc.		
Date of Issue March 13, 1973	For the Subscribing Companies	
	By Joseph Manager General Manager	

Countersigned by

Nuclear Energy Liability Insurance

NUCLEAR ENERGY LIABILITY INSURANCE ASSOCIATION

AMENDMENT OF NAMED INSURED ENDORSEMENT

It is agreed that Item 1 of the declarations "Named Insured" is amended to read:

Item 1 Named Insured: Exxon Nuclear Company, Inc.

Effective Date of this Endorsement.		973 Standard Time	To form a part of Policy NoNF-193
Isrued to	Exxon Nuclear	Company, Inc.	
Date of Isrue Jar	nuary 12, 1973		For the Subscribing Companies
			By Joseph Menne General Manager
Endomenent No	12		Countersigned by

Countersigned by

Nuclear Energy Liability Insurance

NUCLEAR ENERGY LIABILITY INSURANCE ASSOCIATION

AMENDATORY ENDORSEMENT (Application of Policy)

It is agreed that Insuring Agreement IV of the policy captioned, "Application of Policy" is amended to read as follows:

> APPLICATION OF POLICY This policy applies only to bodily injury or property damage (1) which is caused during the policy period by the nuclear energy hazard and (2) which is discovered and for which written claim is made against the insured, not later than ten years after the end of the policy period.

Effective D this Endon Issued to		To form a part of Policy No
Date of Iss	November 1, 1972	For the Subscribing Companies
	Green Agent/Broker	MARTIN
	Yellow (2) Submitting Company	By Joseff Manager General Manager
Endomenter NE .3	nt No 2 (1-1-73)	Countersigned by

Nuclear Energy Liability Insuran

NUCLEAR DERGY LIABILITY INSURANCE ASS

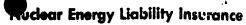
AMENDMENT OF THE LOCATION OF THE FACILITY ENDORSEMENT

It is agreed that in Item 3 of the Declarations, Description of the Facility, the location of the facility is amended to read:

Location:

All of the premises including the land and all buildings and structures known as the Jersey Nuclear Fuel Fabrication Facility, located at 2101 Horn Rapids Road, Richland, Washington and situated within the boundary lines depicted as heavy red lines on the copy of drawing designated "Plot Plan-Jersey Nuclear Company, Richland, Washington Plant Fig. II-2.0 attached.

Effective Date of this Endorsement June 5, 1972 12:01 A.M. Standard Tim Issued to Jersey Enterprises, Inc.	
Date of Issue June 8, 1972	For the Subscribing Companies
	By Joseph Manon
Endorsement No9	General Managen



Address of Nuclear Energy Liability Insurance Association Endorsement

It is agreed that the address of the Nuclear Energy Liability Insurance Association appearing in the "Company Representation" condition of the policy is amended to read:

"127 John Street, New York, New York 10038"

this	tive Date of Endorsement May 1, 1972 12:01 A.M. Standard Time	To form a part of Policy No
Date	of Issue April 28, 1972	For the Subscribing Companies
	Green Agent/Broker	
	Yellow(2) Submitting Company	By Josef Manager
Ende	sessment No	Countersigned by

NE 37A (5/1/72)

oclear Energy Liability Insurance

NUCLEAR ENERGY LIABILITY INSURANCE ASSOCIATION

Amendment of Condition 4 Endorsement

It is agreed that with respect to bodily injury and property damage caused after the effective date of this endorsement by the nuclear energy hazard the figure \$63,550,000 stated in Condition 4 of the policy is amended to read \$73,625,000.

Effective Date of January 1, 1972 this Endorsement	To form a part of Policy No
Date of Issue January 15th, 1972	For the Subscribing Companies
Blue Agent/Broker	Mar In Aller
Blue Agent/Broker Yellow(2) Submitting Company	By Ober Michael
Endomement No	Countersigned by
NE-40 (1/1/72)	

Amendment of Condition 4 Endorsement

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It is agreed that with respect to bodily injury or property damage caused after the effective date of this endorsement by the nuclear energy hazard the figure \$46,500,000 stated in Condition 4 of the policy is amended to read \$63,550,000.

B (P) P

Effective Date of March 25, 1971	To form a part of Policy No N	F-193
this Endorsement 12:01 A.M. Standard Time		
Issued to Jersey Enterprises, Inc.		
Date of Issue April 12, 1971		
	For the subscribing companies	

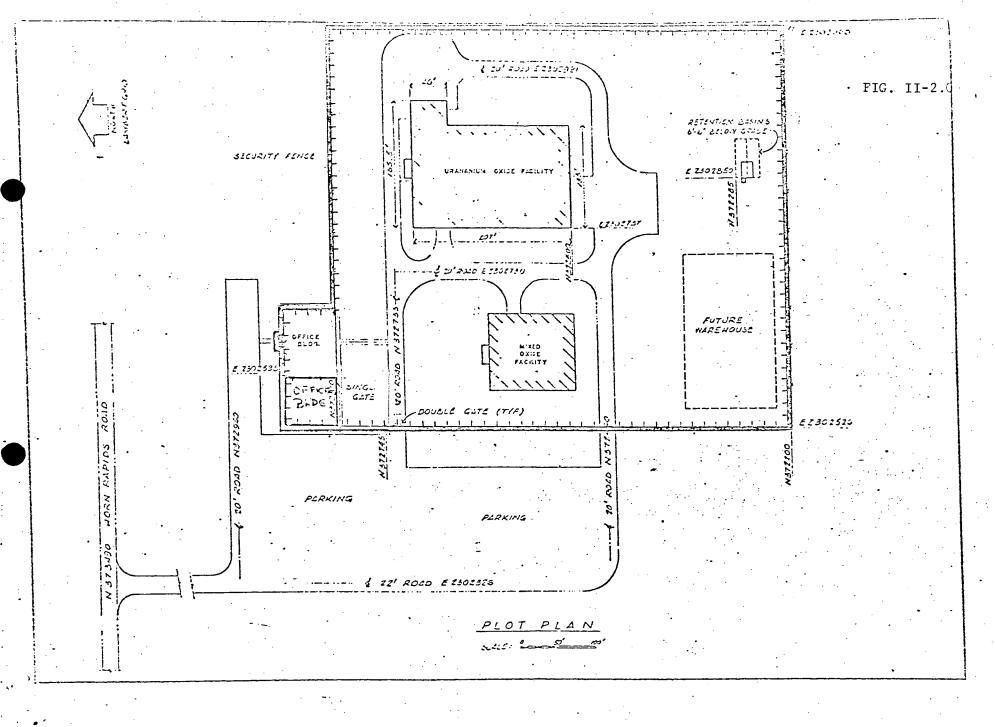
Endorsement No.____

ME-34A (2/1/69)

4

Countersigned by_

By



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NUCLEAR ENERGY LIABILITY INSURANCE ASSOCIATION

INDUSTRY CREDIT RATING PLAN PREMIUM ENDORSEMENT

It is agreed that Condition 1 of the policy is replaced by the following:

CONDITION 1. PREMIUM

17 PAGE 1

(1) Definitions: With reference to the premium for this policy:

"advance premium", for any calendar year, is the estimated standard premium for that calendar year;

"standard premium", for any calendar year, is the premium for that calendar year computed in accordance with the companies' rules, rates, rating plans (other than the Industry Credit Rating Plan), premiums and minimum premiums applicable to this insurance;

"reserve premium" means that portion of the standard premium paid to the companies and specifically allocated under the Industry Credit Rating Plan for incurred losses. The amount of the "reserve premium" for this policy for any calendar year during which this policy is in force is the amount designated as such in the Standard Premium Endorsement for that calendar year;

"industry reserve premium", for any calendar year, is the sum of the reserve premiums for that calendar year for all Nuclear Energy Liability Policies issued by Nuclear Energy Liability Insurance Association and Mutual Atomic Energy Liability Underwriters and subject to the Industry Credit Rating Plan;

"policy refund ratio", for any calendar year, is the ratio of the named insured's reserve premium for that calendar year to the industry reserve premium for that calendar year;

"incurred losses" means the sum of:

- (1) all losses and expenses paid by Nuclear Energy Liability Insurance Association and Mutual Atomic Energy Liability Underwriters, and
- (2) all reserves for unpaid losses and expenses as estimated by Nuclear Energy Liability Insurance Association and Mutual Atomic Energy Liability Underwriters

because of obligations assumed and the expenses incurred in connection with such obligations by members of Nuclear Energy Liability Insurance Association and Mutual Atomic Energy Liability Underwriters under all Nuclear Energy Liability Policies issued by Nuclear Energy Liability Insurance Association and Mutual Atomic Energy Liability Underwriters and subject to the Industry Credit Rating Plan;

"reserve for refunds", at the end of any calendar year, is the amount by which (1) the sum of all industry reserve premiums for the period from January 1, 1957 through the end of such calendar year exceeds (2) the total for the same period of (a) all incurred losses, valued as of the next following July 1, and (b) all reserve premium refunds made under the Industry Credit Rating Plan by members of Nuclear Energy Liability Insurance Association and Mutual Atomic Energy Liability Underwriters;

"industry reserve premium refund", for any calendar year, is determined by multiplying the reserve for refunds at the end of the ninth calendar year thereafter by the ratio of the industry reserve premium for the calendar year for which the premium refund is being determined to the sum of such amount and the total industry reserve premiums for the next nine calendar years thereafter, provided that the industry reserve premium refund for any calendar year shall in no event be greater than the industry reserve premium for such calendar year.

(2) Payment of Advance and Standard Premiums The named insured shall pay the companies the advance premium stated in the declarations, for the period from the effective date of this policy through December 31 following. Thereafter, at the beginning of each calendar year while this policy is in force, the named insured shall pay the advance premium for such year to the companies. The advance premium for each calendar year shall be stated in the Advance Premium Endorsement for such calendar year issued to the named insured/as soon as practicable prior to or after the beginning of such year.

As soon as practicable after each December 31 and after the termination of this policy, the *standard premium* for the preceding calendar year shall be finally determined and stated in the Standard Premium Endorsement for that calendar year. If the *standard premium* so determined exceeds the *advance premium* previously paid for such calendar year, the named insured shall pay the excess to the companies; if less, the companies shall return to the named insured the excess portion paid by such insured.

The named insured shall maintain records of the information necessary for premium computation and shall send copies of such records to the companies as directed, at the end of each calendar year, at the end of the policy period and at such other times during the policy period as the company may direct.

- (3) Use of Reserve Premiums All reserve premiums paid or payable for this policy may be used by the members of Nuclear Energy Liability Insurance Association to discharge their obligations with respect to *incurred losses* whether such losses are incurred under this policy or under any other policy issued by Nuclear Energy Liability Insurance Association or Mutual Atomic Energy Liability Underwriters.
- (4) Reserve Premium Refunds A portion of the reserve premium for this policy for the first calendar year of any group of ten consecutive calendar years shall be returnable to the named insured provided there is a reserve for refunds at the end of the tenth calendar year.
- (5) Computation of Reserve Premium Refunds The reserve premium refund due the name insured for any calendar year shall be determined by multiplying any industry reserve premium refund for such calendar year by the policy refund ratio for such calendar year. The reserve premium refund for any calendar year shall be finally determined as soon as practicable after July 1 of the tenth calendar year thereafter.
- (6) Final Premium The final premium for this policy shall be the sum of the standard premiums for each calendar year, or portion thereof, during which this policy remains in force less the sum of all refunds of reserve premiums due the named insured under the provisions of this Condition 1.
- (7) Reserve Premium Refund Agreement Each member of Nuclear Energy Liability Insurance Association subscribing this policy for any calendar year, or portion thereof, thereby agrees for itself, severally and not jointly, and in the respective proportion of its liability assumed under this policy for that calendar year, to return to the named insured that portion of any reserve premium refund due the named insured for that calendar year, determined in accordance with the provisions of this Condition 1.

Effective Date of this Endorsement	March 25, 1971 9:00 XXXX A.M. Standard Time Jersey Enterprises,	_To form a part of Policy No. <u>NF-193</u>
Issued to		
Date of Issue <u>Ap</u>	<u>ril 12, 1971</u>	For the subscribing companies
· · · ·		By Oschy phance
· · ·		General Manager
Endorsement No	3	Countersigned by
148-17 #AGE #		

AMENDATORY ENDORSEMENT (Facility Form)

It is agreed that:

I. The first sentence of the definition of nuclear facility is amended to read:

"nuclear facility" means "the facility" as defined in any Nuclear Energy Liability Policy (Facility Form) issued by Nuclear Energy Liability Insurance Association or by Mutual Atomic Energy Liability Underwriters.

II. The definition of "indemnified nuclear facility" is replaced by the following:

"indemnified nuclear facility" means

(1) "the facility" as defined in any Nuclear Energy Liability Policy (Facility Form) issued by Nuclear Energy Liability Insurance Association or by Mutual Atomic Energy Liability Underwriters, or

(2) any other nuclear facility,

if financial protection is required pursuant to the Atomic Energy Act of 1954, or any law amendatory thereof, with respect to any activities or operations conducted thereat;

III. Condition 4 is replaced by the following:

LIMITATION OF LIABILITY; COMMON OCCURRENCE Any occurrence or series of occurrences resulting in bodily injury or property damage arising out of the radioactive, toxic, explosive or other hazardous properties of

- (a) nuclear material discharged or dispersed from the facility over a period of days, weeks, months or longer and also arising out of such properties of other nuclear material so discharged or dispersed from one or more other nuclear facilities insured under any Nuclear Energy Liability Policy (Facility Form) issued by Nuclear Energy Liability Insurance Association, or
- (b) source material, special nuclear material, spent fuel or waste in the course of transportation for which insurance is afforded under this policy and also arising out of such properties of other source material, special nuclear material, spent fuel or waste in the course of transportation for which insurance is afforded under one or more other Nuclear Energy Liability Policies (Facility Form) issued by Nuclear Energy Liability Insurance Association,

shall be deemed to be a common occurrence resulting in bodily injury or property damage caused by the nuclear energy hazard.

With respect to such bodily injury and property damage (1) the total aggregate liability of the members of Nuclear Energy Liability Insurance Association under all Nuclear Energy Liability Policies (Facility Form), including this policy; applicable to such common'

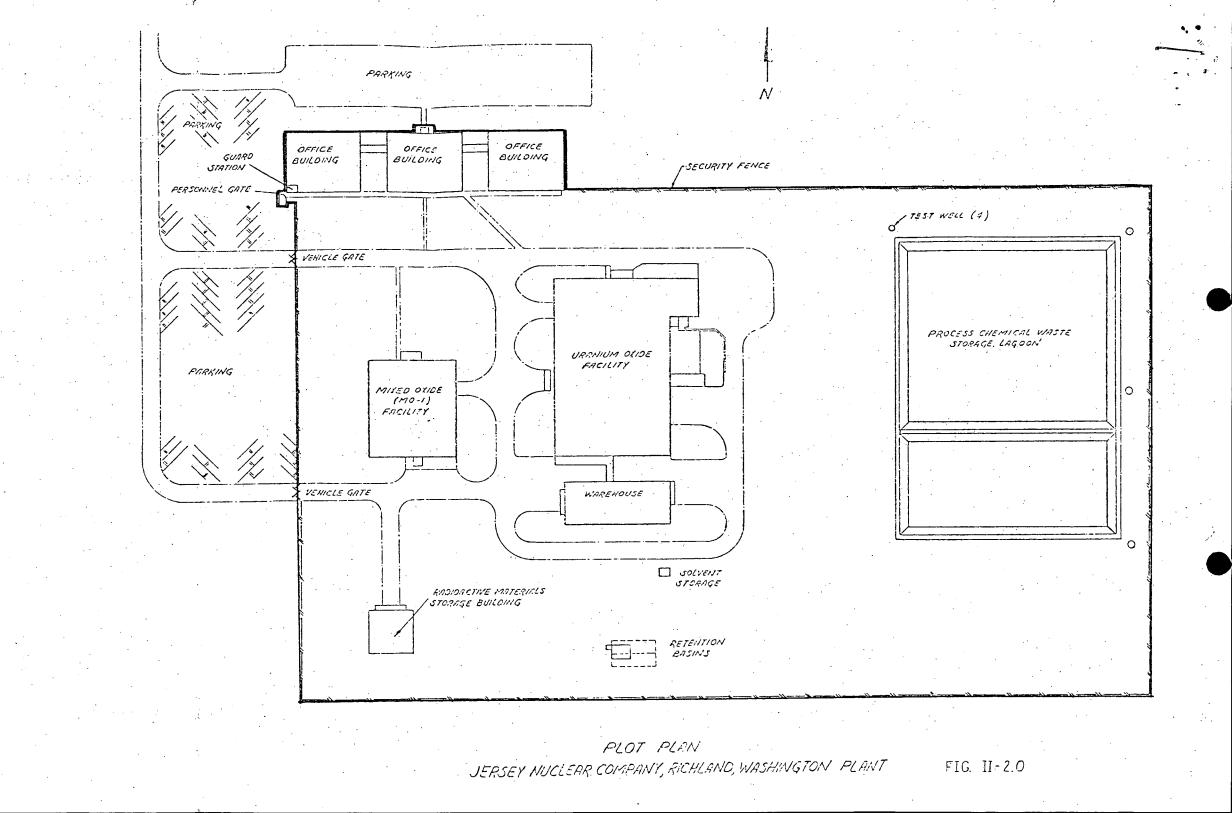
occurrence shall a the sum of the limits of liability of an applicies, the limit of liability of each such policy being as determined by Condition 3 thereof, but in no event shall such total aggregate liability of such members exceed \$46,500,000; (2) the total liability of the companies under this policy shall not exceed that proportion of the total aggregate liability of the members of Nuclear Energy Liability Insurance Association, as stated in clause (1) above, which (a) the limit of liability of this policy, as determined by Condition 3, bears to (b) the sum of the limits of liability of all such policies issued by such members, the limit of liability of each such policy being as determined by Condition 3 thereof.

The provisions of this condition shall not operate to increase the limit of the companies' liability under this policy.

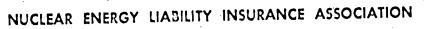
IV. The second paragraph of Condition 12 "Other Insurance" is amended to read:

"If the insured has other valid and collectible insurance (other than such concurrent insurance or any other nuclear energy liability insurance issued by Nuclear Energy Liability Insurance Association or Mutual Atomic Energy Liability Underwriters to any person or organization) applicable to loss or expense covered by this policy, the insurance afforded by this policy shall be excess insurance over such other insurance; provided, with respect to any person who is not employed at and in connection with the facility, such insurance as is afforded by this policy for bodily injury to an employee of the insured arising out of and in the course of his employment shall be primary insurance under such other insurance."

Effective Date of this Endorsement <u>March 25, 1971</u> <u>9:00 xRRKA.M. Standard Time</u> Jersey Enterprises, Inc.	To form a part of Policy NoNF-193
	For the subscribing companies
Date of Issue <u>April 12, 1971</u>	By openh Machone //
En lorsement No2	Countersigned by



ar Energy Liability Insurance



Address of Nuclear Energy Liability Insurance Association Endorsement

It is agreed that the adress of the Nuclear Energy Liability Insurance Association appearing in the "Company Representation" condition of the policy is amended to read:

"85 John Street, New York, New York 10038"

Effective Date of March 25, 1971 this Endorsement 9:00 NEXX A.M. Standard Time Jersey Enterprises, It	To form a part of Policy NoNF-193
Issued 10April 12, 1971	For the Subscribing Companies
	By Joseph Macrony General Mapager
n 1	Constanded by

Nuclear Energy Liability Instance Association

85 John Street, New York, N.Y. 10038 • BArclay 7-5344 • Area Code 212

Joseph Marrone General Manager

William Hicks Secretary-Treasurer

James B. Donovan General Counsel

April 13, 1971

The Actua Case day and Surety Company

The Employers' Group of Insurance Companies

Continental Casually Company The Continental Insurance Company

Fireman's Fund Insurance Company

Insurance Company of North America

Royal-Globe Insurance Companies

The Travelers Indomnity Company

Hartford Accident and Indemnity Company

Mr. William Dreyer INA 1600 Arch Street, Philadelphia, Pa.

Policy No. NF- 193

Gentlemen:

We are enclosing herewith Policy No. NF-<u>193</u> effective March 25, 1971 Before this policy is delivered to the named insured it must be countersigned by an authorized representative of your company in accordance with the requirements of the State of <u>Washington</u>. Your normal countersignature procedures should be followed subject to the following general rules:

Jersey Enterprises, Inc.

- 1. The Declarations of the Original and the copy stamped "Countersign and Return to NELIA" must be countersigned.
- 2. The copy of the Declarations stamped "Countersign and Return to NELIA" when countersigned and returned to this office, will be our evidence of your compliance with the countersignature requirements.
- 3. The promulgated commission includes any and all fees for countersignature.

We are also enclosing within the policy folder a memorandum to all NELIA policyholders which should be forwarded to the named insured along with the Original.

The premium balance due NELIA is 4,058.25 for calendar year 1971 The earned premiums are subject to the provisions of the Industry Credit Rating Plan.

Yours very truly,

General Manager

JM/rb Enc.