

June 24, 2013

Mr. Mark S. Pelizza
Senior Vice President
Safety, Environmental & Public Affairs
Hydro Resources, Inc.
405 State Highway 121 Bypass
Building A, Suite 110
Lewisville, TX 75067

SUBJECT: RESPONSE TO YOUR SUBMISSION OF MARCH 21, 2013 REGARDING
SOURCE MATERIAL LICENSE SUA-1580 (TAC NO. J00654)

Dear Mr. Pelizza:

By letter to the U.S. Nuclear Regulatory Commission (NRC) dated August 22, 2002, Hydro Resources, Inc. (HRI) requested NRC Source Material License SUA-1580 be renewed for a second term for its Crownpoint Uranium Project in McKinley County, New Mexico.

On November 22, 2011, HRI submitted a letter to the NRC in which HRI stated its intent to supplement its license renewal application and provided a tentative timeframe for submission of the supplement. By letter dated March 21, 2013, HRI submitted its revised Crownpoint Uranium Project Environmental Report (ER) and Consolidated Operations Plan (COP), Revision 3.0, to the NRC for review. The ER and COP are publicly available and can be found in NRC's Agencywide Documents Access and Management System (ADAMS), Accession No. ML130980185. By this letter, NRC is acknowledging receipt of the revised application for renewal.

Please note that the complete technical review, including both a health and safety review and an environmental review, may identify issues that require additional information. The NRC staff expects any requests for additional information related to its detailed safety and environmental technical review to be transmitted to HRI by January 27, 2014.

In accordance with 10 CFR 2.390 of the NRC's "Rules of Practice," a copy of this letter will be available electronically for public inspection in the NRC Public Document Room or from the Publicly Available Records component of NRC's ADAMS. ADAMS is accessible from the NRC Web site at <http://www.nrc.gov/reading-rm/adams.html>. If you have any questions, please contact me at ron.linton@nrc.gov, or (301) 415-7777.

Sincerely,

/RA/

Ron C. Linton
Uranium Recovery Licensing Branch
Decommissioning and Uranium Recovery
Licensing Directorate
Division of Waste Management
and Environmental Protection
Office of Federal and State Materials
and Environmental Management Programs

Docket No.: 040-08968

License No.: SUA-1580

cc: David L. Mayerson (NMED)
David Taylor (NN)
HRI Service List

M. Pelizza

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Sincerely,

Ron C. Linton
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