

December 22, 2016

EA-16-203

Mr. Gary Grade
Vice-President and Director
Sales & Marketing
Sandvik Special Metals LLC
235407 E. SR 397
P.O.6027
Kennewick, WA 99336

SUBJECT: ACKNOWLEDGEMENT LETTER FOR NOTICE OF VIOLATION EA-16-203

Dear Mr. Grade:

On October 24, 2016, the U.S. Nuclear Regulatory Commission (NRC) cited Sandvik Special Metals LLC for the failure to report the export of nuclear reactor components, including equipment associated with reporting requirements under the Protocol Additional to the Agreement between the United States of America and the International Atomic Energy Agency for the Application of Safeguards in the United States, as required by Title 10 of the *Code of Federal Regulations* (CFR), Section 110.54(a)(1), and for the failure to include descriptions of components exported as required by paragraphs (1) through (3) of Section 110.54(c). The Notice of Violation required you to respond in writing within 30 days (NRC Agencywide Documents Access and Management System (ADAMS) Accession No. ML16260A0450). You responded by letter dated November 8, 2016, ADAMS Accession No. ML16321A030).

We have reviewed the information you provided in response to the Notice of Violation and have concluded that your completed and proposed actions appear to meet the requirements of 10 CFR 2.201.

In accordance with 10 CFR 2.390 of the NRC's "Agency Rules of Practice and Procedure," a copy of this letter will be made available electronically for public inspection in the NRC Public Document Room or from ADAMS, which is accessible from the NRC Web site at <http://www.nrc.gov/reading-rm/adams.html> (the Public Electronic Reading Room).

Sincerely,

/RA/

Peter Habighorst, Chief
Export Controls and Nonproliferation Branch
Office of International Programs

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Peter Habighorst, Chief
Export Controls and Nonproliferation Branch
Office of International Programs

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ADAMS Accession No.: ML16357A031

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