

DEPARTMENT OF STATE

Washington, D.C. 20520 BUREAU OF OCEANS AND INTERNATIONAL ENVIRONMENTAL AND SCIENTIFIC AFFAIRS

JUN 1 1 1979

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Mr. James R. Shea	DRIV	12	5.1
Director of International Programs United States Nuclear Regulatory Commission	L SFI	AM	NRC NRC
Room 6714 - MNBB	RT	~	
Bethesda, Maryland	()	2	

Dear Mr. Shea:

I refer to your letter dated May 9, 1979, requesting Executive Branch views as to whether issuance of an export license in accordance with the application hereinafter described would be inimical to the common defense and security of the United States:

NRC No. XCOM0240 -- Application by General Electric Company for authorization to export to India thermal sleeves for control rods, guide tubes, ion chambers control rod drive parts, recorder parts, refueling platform control parts, an index drive system. IRM drive systems, and pump bearing assemblies specially designed or prepared for use in the Tarapur nuclear power reactors. Total value of these parts is \$180,000.

It is the judgment of the Executive Branch that the export contemplated will not be inimical to the common defense and security of the United States, and that this export is consistent with the provisions of the Atomic Energy Act of 1954, as amended by the Nuclear Non-Proliferation Act of 1978.

Moreover, as stated in my letter to you dated March 27, 1979, it is the view of the Executive Branch that the generic assurances provided by the Embassy of India by letter dated March 23, 1979 meet the criteria under Section 109 b. for exports of reactor components by confirming that the following provisions apply to such exports: 1) IAEA safeguards will be applied to the special

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nuclear material produced through the use of supplied equipment or material for the Tarapur Atomic Power Station (TAPS); 2) the special nuclear material or equipment supplied for use in TAPS or produced through the use of such material or equipment will be devoted exclusively to the needs of TAPS (and therefore not utilized for the production or research and development of any nuclear explosive device); and 3) no equipment, material or device supplied by the U.S. for use at the TAPS will be transferred to unauthorized persons or beyond the jurisdiction of the Government of India.

On the basis of the foregoing, the Executive Branch tecommends that the license be issued.

Sincerely,

Louis V. Nosenzo

Deputy Assistant Secretary

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