

PDR 40-8681

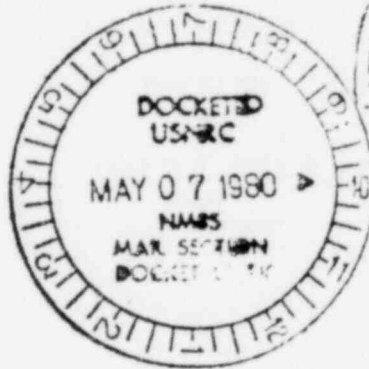


energy fuels nuclear, inc.

executive offices • suite 900 • three park central • 1515 arapahoe • denver, colorado 80202 • (303) 623-8317

April 18, 1980

Mr. Dan Gillen
U.S. Nuclear Regulatory
Commission
7915 Eastern Avenue
Silver Springs, MD 20910



Dear Dan:

Enclosed is a draft of the proposed language for the surety bond for the reclamation and decommissioning of the White Mesa Mill. As we discussed on Friday, we are submitting this for your review prior to the issuance by the bonding company.

Sincerely,

George E. Glasier
George E. Glasier

GEG/jm

Enclosure



FREE EXPEDIT

16236

add vls

8005270004 C

KNOW ALL MEN BY THESE PRESENTS, that we, _____ of
_____ as Principal (hereinafter called "Prin-
cipal") and _____ as Surety (hereinafter called
"Surety") are held and firmly bound unto _____ as
Obligee (hereinafter called "Obligee") and penal sum of
_____ Dollars for the payment whereof, well and truly
to be made, we do hereby bind ourselves, our heirs, executors,
administrators, successors and assigns, jointly and sever-
ally, firmly by these presents.

WHEREAS, the Principal has been granted License No. SUA-1358
authorizing it to operate a uranium ore buying and milling
facility near Blanding, San Juan County, Utah.

NOW THEREFORE, the condition of this obligation is such that
if the above bounden Principal shall, in operating said
uranium ore buying and milling facility, properly stabilize
and reclaim the tailings cells and decommission the Mill all
in accordance with the terms and conditions of License No.
SUA-1358, then this obligation shall be null and void, other-
wise to remain in full force and effect.

PROVIDED, HOWEVER, the Surety shall not be liable under this
Bond for an amount greater in the aggregate than the sum
designated in the first paragraph hereof and shall not be
liable as respects any obligation related to uranium ore buying

POOR ORIGINAL

and milling facility operations after the tailings cells have been reclaimed and the Mill decommissioned.

The Surety may, if it shall so elect, cancel this Bond by giving ninety (90) days notice in writing to the Oblige and this Bond shall be deemed cancelled at the expiration of said ninety (90) days, the Surety remaining liable, however, subject to all the terms and conditions and provisions of this Bond for any act or acts covered by this Bond which may have been committed by the Principal up to the date of cancellation and the Surety shall, upon release from all liability hereunder refund the premium paid less a pro rata part thereof for the time this Bond shall have been in force.

Signed, sealed and dated this ____ day of _____, 1980.

PRINCIPAL

By _____

SURETY

By _____