

MAY 8 1958

DLK:CKF  
40-973 40-6398

Sah Chang Corporation  
Albany, Oregon

Attention: Mr. Stephen Yih, Plant Manager

Gentlemen:

This refers to the inspection conducted on March 27, 1958, of your activities authorized under Source Material License No. C-3966 dated January 23, 1958.

It appears that certain of your activities were not conducted in full compliance with the requirements of the AEC regulations in Part 20, Title 10, Code of Federal Regulations, in that:

1. No surveys were made of air contamination (see Section 20.201).
2. The storage room containing the bulk of the thorium oxide was not posted as required by Section 20.203(b).
3. The room containing the six electric induction furnaces was not posted as required by Section 20.203(e)(2).
4. The four furnaces containing approximately 160 pounds of  $\text{ThO}_2$  each were not posted as required by Section 20.203(f)(2).

It is requested that you reply within 30 days and specify the action which has been or will be taken by your company to correct this deficiency and the date such correction

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MAY 8 1958

DLR:CMF  
40-553 40-6398

Wah Chang Corporation  
Albany, Oregon

Attention: Mr. Stephen Yih, Plant Manager

Gentlemen:

This refers to the inspection conducted on March 27, 1958, of your activities authorized under Source Material License No. C-3966 dated January 23, 1958.

It appears that certain of your activities were not conducted in full compliance with the requirements of the AEC regulations in Part 20, Title 10, Code of Federal Regulations, in that:

1. No surveys were made of air contamination (see Section 20.201).
2. The storage room containing the bulk of the thorium oxide was not posted as required by Section 20.203(b).
3. The room containing the six electric induction furnaces was not posted as required by Section 20.203(e)(2).
4. The four furnaces containing approximately 160 pounds of  $\text{ThO}_2$  each were not posted as required by Section 20.203(f)(2).

It is requested that you reply within 30 days and specify the action which has been or will be taken by your company to correct this deficiency and the date such correction

(Continued)

B/15

Wah Chang Corporation

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and full compliance has been or will be achieved.

We appreciate the cooperation given to the AEC representative.

Very truly yours,

Lyall E. Johnson, Chief  
Licensing Branch  
Division of Licensing & Regulation

cc: Inspection Div., HOO  
Inspection Div., Hdqtrs.  
R. E. Cunningham  
AEC Public Document Room

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