326-68-588 Box #71 Folder #15 (w 74c Eng. 276 Harshaw Chemical Co. 1953

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OCTOBER 6 1952

Dr. C. R. Fernelius Harshaw Chemical Company 1945 E. 97th Street Cleveland 6, Chio

Subject: AMERIMENT NO. 72 - CONTRACT W-7405-EMG-276

Dear Dr. Fernelius:

I see transmitting herewith Amendment No. 72 to Contract W-7405 eng-276 for your review and signature. This amendment covers the provisional price agreed upon for the period October 1, 1952 to January 1, 1953.

In your letters of September 15 and September 22, 1952, you asked that the Commission accept a firm mark-up table to be applied in each negotiation of unit prices from October 1, 1952 to the end of the contract term of June 30, 1953. In view of urgency of the expansion of your plant to take Hanford material in which you are now engaged and which you have agreed to press with all vigor, and in the light of the terms of your September 22nd letter, the Commission has determined that it must accept the mark-up table you have set forth in your letter for the pricing period covered by this amendment. However, Mr. Tobin advises me that his review of the distribution of your GAA expenses was confined to your records for the year ending September 30, 1951, and he believes that it will be necessary to look at current records for the year ending September 30, 1952 before he could determine your Ohk expenses for the purpose of further negotiation. We would hope after such an analysis by Mr. Tobin that we will be able to negotiate a mark-up formula covering the balance of the contract term.

Enclosed are four copies of the document. If acceptable, copies 1, 2 and 3 of this agreement should be signed by your office and the certificate of corporate principal should be executed, under seal, by an official of the corporation other than the signatory

to the contract. The document should also bear two witnesses to its execution and the names of the signatory and witnesses should be typed or printed beneath their signatures. Copy No. 11 is to be retained in your office.

After the document has been signed by the Commission, a copy vill be furnished for your records.

Very truly yours,

H. B. Pry Acting Manager

Enclosures Oansnd. No. 72 (in quad.)

Co: B. Sparks J. C. Clarks 4/0

OFFICE » SURNAME & DATE . Form AEC-318

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