



United States Department of State

Washington, D.C. 20520

April 16, 1999

PDR  
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NMSS  
DOE/OR  
NAC/MMSS

Ms. Janice Dunn Lee  
Acting Director, International Programs  
United States Nuclear Regulatory Commission  
Rockville, Maryland

XSOU 8762  
Docket No. 11005089

Dear Ms. Lee:

I refer to the letter from your office dated March 10, 1999, requesting the views of the Executive Branch as to whether issuance of an export license in accordance with the application hereinafter described meets the applicable criteria of the Atomic Energy Act of 1954, as amended by the Nuclear Non-Proliferation Act of 1978:

NRC No. XSOU8762 -- Application by Aerojet Ordnance Tennessee Inc. for authorization to export to Canada up to 113,398 kilograms of natural uranium for testing by Cameco for possible qualification of Aerojet as a supplier of Atomic Vapor Laser Isotopic Separation (AVLIS) feed rods. Cameco is a subcontractor for the United States Enrichment Corporation in the AVLIS program.

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

The proposed export to Canada would take place pursuant to the Agreement for Cooperation Between the United States and Canada, as amended, as confirmed in the enclosed letter dated April 15, 1999 from the Atomic Energy Control Board of Canada. Canada has adhered to the provisions of its Agreement for Cooperation with the United States.

On the basis of the foregoing, the Executive Branch recommends issuance of the requested license.

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XSOU-8762 PDR

Sincerely,

Richard J. K. Stratford  
Director  
Nuclear Energy Affairs

Enclosure: assurance letter.

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Atomic Energy  
Control BoardCommission de contrôle  
de l'énergie atomiqueOttawa, Canada  
K1P 5S9

Secretariat

Telephone: (613) 995-3018

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R. DeLaBarre, Des  
201-647-0725

Robin: FVI Betty

Your file Votre référence

Our file Notre référence

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15 April 1999

XSOU8762

Ms. Trisha Dedik  
Director  
Nuclear Transfer and Supplier Policy Division  
Office of Arms Control and Nonproliferation  
Department of Energy  
Washington, D.C. 20585  
USA

Dear Ms. Dedik:

Reference is made to your letter dated 29 March 1999, concerning licence XSOU8762.

I confirm that the transfer of the material as identified on the above-noted licence application will be subject to all of the terms and conditions of the Agreement for Cooperation concerning the Civil Uses of Atomic Energy between the Government of Canada and the Government of the United States, and that the intermediate consignee, Camoco Corporation, Port Hope, Ontario is authorized to receive and possess the material.

Yours sincerely,

M.R. Avedhanula  
Nuclear Non-proliferation Officer  
Non-proliferation, Safeguards  
and Security Division

c.c.: Terri T. Lee, US DOE  
—> Betty L. Wright, USNRC

Canada

Fax/télécopieur (613) 995-5086

Fax received  
4/15/99