MAY 27 1987

Shieldalloy Corporation Division of Metallurg, Inc. Newfield, NJ 08344

Gentlemen:

Enclosed is your NRC License Number SNM-1507 in accordance with your request.

As discussed with your Council, John Austin on May 19, 1987, it will be necessary to prepare and submit a plan for the ultimate decontamination and/or decommissioning of your property. Your submission must include a more detailed site characterization survey than that attached to your May 8, 1987 letter. Condition 14. of your license requires the above submission be submitted within six months from the issue date of your license.

Please review the enclosed document carefully and be sure that you understand all conditions. You must conduct your program involving radioactive materials in accordance with the conditions of your NRC license, representations made in your license application, and NRC regulations. In particular, note that you must:

- Operate in accordance with NRC regulations 10 CFR Part 19, "Notices, Instructions and Reports to Workers; Inspections," 10 CFR Part 20, "Standards for Protection Against Radiation," and other applicable regulations.
- 2. Possess radioactive material only in the quantity and form indicated in your license.
- Use radioactive material only for the purpose(s) indicated in your license.
- 4. Notify NRC in writing of any change in mailing address.
- 5. Request and obtain appropriate amendment if you plan to change ownership of your organization, change locations of radioactive material, or make any other changes in your facility or program which are contrary to your license conditions or representations made in your license application and any supplemental correspondence with NRC. Any amendment request should be accompanied by the appropriate fee specified in 10 CFR Part 170.

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- 6. Submit a complete renewal application with proper fee or termination request at least 30 days before the expiration date on your license. You will receive a reminder notice approximately 90 days before the expiration date. Possession of radioactive material after your license expires is a violation of NRC regulations.
- 7. Request termination of your license if you plan to permanently discontinue activities involving radioactive material prior to your expiration date.

You will be periodically inspected by NRC. Failure to conduct your program in accordance with NRC regulations, license conditions and representations in your license application will result in enforcement action against you in accordance with the General Policy and Procedures for NRC Enforcement Actions, 10 CFR Part 2, Appendix C.

If you have any questions or require clarification of any of the above stated information, contact us at (312) 790-5625.

Sincerely,

Original Signed By George M. McCann Materials Licensing Section

Enclosures:

1. NRC License No. SNM-1507

2. New License Package