

From: [Brad Bingham](#)
To: [Ron Linton](#); [Brad Bingham](#)
Cc: [Adam Arguello](#); [George Alexander](#); [Steve McCarthy](#); [Daniel Lattin](#)
Subject: [External_Sender] RE: Homestake 2023 financial assurance (surety) acceptance review
Date: Thursday, June 29, 2023 3:12:04 PM
Attachments: [image001.png](#)
[image002.png](#)
[2022 Financial test Grants pwc update.pdf](#)

Mr. Linton,

Per your email below, I have attached the required “financial test to demonstrate financial assurance” for the 2023 financial surety submittal. Please let me know if you have any questions.

Regards,

BARRICK

www.barrick.com

Brad R. Bingham

Closure Manager – Grants Reclamation Project
Barrick Gold of North America, Inc.

Tel: (505) 287-4456

Mobile: (505) 290-8019



From: Ron Linton <Ron.Linton@nrc.gov>
Sent: Tuesday, June 27, 2023 1:25 PM
To: Brad Bingham <bbingham@barrick.com>; Brad Bingham <bbingham@homestakeminingco.com>
Cc: Adam Arguello <aarguello@barrick.com>; George Alexander <George.Alexander@nrc.gov>; Steve McCarthy <Steve.McCarthy@nrc.gov>
Subject: EXT: Homestake 2023 financial assurance (surety) acceptance review

Brad R. Bingham
Closure Manager
Homestake Mining Company, Grants, New Mexico

Dear Brad Bingham:

The Nuclear Regulatory Commission (NRC) staff has accepted for review the Homestake Mining Co. of California (HMC), Grants Reclamation Project, 2023 financial assurance (surety) update for review (Agencywide Documents Access and Management System (ADAMS) Accession No. ML23103A181).

NRC staff requests that HMC provide an updated Financial Test to Demonstrate Financial Assurance (parent company guarantee) that was not found with the 2023 application. Please provide the Financial Test to Demonstrate Financial Assurance to the NRC staff by

August 11, 2023.

In accordance with Title 10 of the *Code of Federal Regulations* 2.390, "Public inspections, exemptions, requests for withholding," of the NRC's "Agency Rules of Practice and Procedure," a copy of this correspondence will be available electronically for public inspection in the NRC Public Document Room or from the Publicly Available Records component of NRC's ADAMS. ADAMS is accessible from the NRC website at <https://www.nrc.gov/reading-rm/adams.html>.

If you have any questions, please contact me at ron.linton@nrc.gov.

Sincerely,

Ron C. Linton
Project Manager/Hydrogeologist
U.S. NRC
Office of Nuclear Material Safety and Safeguards
MS T-5A10, 11545 Rockville Pike
Rockville, MD 20852
phone 301-415-7777
ron.linton@nrc.gov

HOMESTAKE MINING COMPANY OF CALIFORNIA
FINANCIAL TEST TO DEMONSTRATE FINANCIAL ASSURANCE
(In millions of US dollars)

1. Sum of decommissioning, reclamation and long -term Surveillance and control estimates for facilities SUA 1471.	\$ 99
2. Total liabilities (excluding Grants reclamation accrual).	\$ 14,577
3. Tangible Net Worth (excluding Grants reclamation accrual).	\$ 27,658
4. Total Net Worth (excluding Grants reclamation accrual).	\$ 31,388
5. Current Assets	\$ 8,465
6. Current Liabilities	\$ 3,120
7. Net Working Capital (line 5 minus 6)	\$ 5,345
8. The sum of net income plus depreciation ¹	\$ 3,014
9. *Total Assets in U.S.* (required only if less than 90 percent of firm's assets are located in the U.S.).	\$ 16,518

Denotes figures contained in or derived from Barrick Gold Corporation's December 31, 2022 consolidated financial statements.

¹ \$1997 of depreciation was added back to net income

Financial test set forth in 10 CFR Part 30, Appendix A. To pass the financial test, the parent company must meet the criteria of either paragraph A.1 or A.2 of this section.

	Yes	No
A.1		
(i) Guarantor must pass two of the following three tests.		
Are total liabilities (line 2) divided by net worth (line 4) less than 2.0?	X	
Is net income plus depreciation (line 8) divided by total liabilities (line 2) greater than 0.1?	X	
Are current assets (line 5) divided by current liabilities (line 6) greater than 1.5?	X	
(ii) Is net working capital (line 7) at least 6 times the site cost estimate (line 1)? AND	X	
Is tangible net worth (line 3) at least 6 times the site cost estimate (line 1)?	X	
(iii) Is tangible net worth (line 3) at least \$21 million?	X	
(iv) Are 90% of firms assets in US?		X
If not, are the total assets in U.S. (line 9) at least 6 times the site cost estimate (line 1)?	X	
A.2 SINCE BARRICK PASSED A.1, WE HAVE NOT PERFORMED A.2		
(i) A current rating for its most recent uninsured, uncollateralized, and unencumbered bond issuance of AAA, AA, A, or BBB (including adjustments of + and -) as issued by Standard and Poor's or Aaa, Aa, A, or Baa (including adjustment of 1, 2, or 3) as issued by Moody's;		
(ii) Is total net worth (line 4) at least 6 times the site cost estimate (line 1)?		
(iii) Is tangible net worth (line 3) at least \$21 million?		
(iv) Are 90% of firms assets in US?		
If not, are the total assets in U.S. (line 9) at least 6 times the site cost estimate (line 1)?		

