

April 28, 2009

Mr. Lowell Spackman, District I Supervisor Land Quality Division Wyoming Department of Environmental Quality 122 W. 25th Street Cheyenne, WY 82002 P.O. Box 1210 Glenrock, WY 82637 USA Tel: (307) 358-6541 Fax: (307) 358-4533

www.cameco.com

Operation Mail:

CAMECO RESOURCES Smith Ranch-Highland

RE: Permit to Mine 633, License SUA-1548, Docket 40-8964, East Storage Pond Leak and Corrective Actions

Dear Mr. Spackman:

Power Resources, Inc. d/b/a Cameco Resources (CR) is herein reporting a leak in the East Storage Pond at the Smith Ranch Facility. Following confirmation results, the leak was reported to Ms. Pam Rothwell of the Land Quality Division, Wyoming Department of Environmental Quality and Mr. Doug Mandeville, Nuclear Regulatory Commission Project Manager, on April 23, 2009.

The leak was discovered after the replacement of the stationary dock with a pre-fabricated floating platform. A hole in the liner was noticed after installation and confirmed with sump sampling. The pond fluid level was lowered below the observed hole and repairs are planned for this week.

Initial and Confirming Sample Results

Sample	U ₃ O ₈	Chloride	Bicarb	Sulfate	Conductivity
E. Sump	(ppm)	(g/L)	(g/L)	(g/L)	(mS/cm)
4/22/09	510	1.07	1.18	2.35	5.01
4/22/09	468	0.95	1.10	2.38	5.14

If you have questions, please contact me at (307) 358-6541, Ext. 462.

Sincerely,

Krista Wenzel

Manager, Environment, Health and Safety

c: T. Cannon

S. Bakken

M. Bryson

File HUP 4.3.3.1

D. Mandeville, USNRC (2 copies)