

MNES
SONGS Project Office
P.O Box 128 (D-1E.1)
San Clemente, CA 92672

August 29, 2012

MKT-NSL-120048

Mr. Edward Avella
Director – Steam Generator Repair
P.O. Box 128
San Clemente, CA, 92672

Subject: Use of SGR Decision Maps

Dear Mr. Avella:

Further to our Weekly Status Meeting on August 24, 2012 this is to confirm that MNES is agreeable to using the SGR Decision Maps as a basis for technical and project planning purposes in connection with the development of a mutually acceptable steam generator repair plan. We understand that neither party has committed to a repair plan at this point. We also understand the SGR Decision Maps do not constitute a binding obligation and shall not be construed to amend or modify either party's obligations under the SONGS Replacement Steam Generator Purchase Order.

We trust the above is acceptable.

Yours very truly,



Hitoshi Kaguchi, Ph.D, P.E.
Director - MNES Steam Generator Repair
SONGS Site Team