



April 3, 2007

Mr. Bill Olsen
Saskatchewan Research Council
125 - 15 Innovation Blvd.
SASKATOON SK S7N 2X8

Dear Mr. Olsen:

The Canadian Nuclear Safety Commission has identified that a statement of the authority under which the Saskatchewan Research Council (SRC) is submitting a project proposal for the rehabilitation of the former Gunnar site is required in the submission. The authority is granted as follows:

The Government of Saskatchewan and the Government of Canada have signed a Memorandum of Agreement (MOA) to effect timely and effective action be taken to address the current environmental conditions of the Cold War Legacy Uranium Mine and Mill Sites in Northern Saskatchewan, which includes the rehabilitation of the former Gunnar site. Under the MOA, Industry and Resources (IR) has been assigned the responsibility to ensure that the project is carried out on behalf of the two governments. IR has signed a formal contract with the SRC, a wholly owned Crown Corporation under the responsibility of the Honourable Eric Cline, Q.C., Minister, IR, to retain the SRC as project manager and designated agent to manage and perform the required environmental assessment requirements and rehabilitation activities.

If you have any questions, please contact Mr. Jay Fredericks, IR, at 787-3377 or Mr. Keith Cunningham, IR, at 787-0950.

Sincerely,

A handwritten signature in cursive script, appearing to read "Glen Veikle".

Glen Veikle
Associate Deputy Minister

cc: Jay Fredericks, IR
Keith Cunningham, IR