

FOR IMMEDIATE RELEASE**EURATOM SIGNS SUPPLY CONTRACT WITH U. S. ATOMIC ENERGY COMMISSION**

WASHINGTON, D. C., May 25, 1966 -- The Supply Agency of the European Atomic Energy Commission (Euratom) signed on May 23 a contract with the United States Atomic Energy Commission (USAEC) for enriched uranium destined for a reactor in Lingen, Germany.

The contract, signed under the U.S. - Euratom Cooperation Agreement, provides for delivery of 970 kilograms of U-235 contained in uranium enriched to 1.68 and 2.34 percent. The uranium, valued at \$7.4 million will be used in the 250 MWE power reactor of boiling water type owned by the Kernkraftwerk Lingen GMBH (KWL).

The Euratom Supply Agency also signed on May 23 a contract with the constructors of the Lingen reactor, the Allgemeine Elektrizitaets Gesellschaft (AEG), for transfer to them of the fuel supplied by the USAEC.

The Euratom contract with the USAEC comes under a U.S. ad hoc barter arrangement according to which natural uranium will be given as partial payment for the enriched material to be delivered. On January 1, 1969, the USAEC's "toll enrichment policy" will go into effect, so that the U.S. will, as a paid service, enrich natural uranium owned and supplied by foreign and domestic users.

Along with all other nuclear materials supplied or produced in the Community, the fuel supplied under this contract is subject to the Euratom security control system which assures use of the materials for peaceful purposes as prescribed in the U.S. - Euratom Cooperation Agreement.

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