

B&W Medical Isotope Production System (MIPS)

May 11, 2012

R.J. (Randy) Spickard, Vice President of Corporate Development

The Babcock & Wilcox Company

Government Operations

Power Generation Systems

B&W Technical Services Group, Inc.



Manages and operates high-consequence facilities, provides technical services and support to government agencies and private customers

B&W Nuclear Operations Group, Inc.



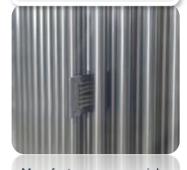
Manufactures nuclear components for U.S. Department of Energy

B&W Power Generation Group, Inc.



Manufactures and services coal, biomass, CNG, concentrated solar power plant equipment, & Nox, Sox, mercury scrubbers

B&W Nuclear Energy , Inc.



Manufactures commercial nuclear components and provides services to commercial nuclear market

B&W mPower



Design, license & qualify B&W mPower™ SMR

High-Consequence Operations & Services
Advanced Engineering and Manufacturing

Covidien Reaches Globally and Locally

20,000+ U.S. employees, 41,000+ worldwide

Diverse healthcare products used in all clinical settings

Products manufactured in 17 states

Nuclear Medicine:

One of two U.S. suppliers of technetium 99m (Tc 99m)

Covidien Tc 99m-based products sold in all 50 states

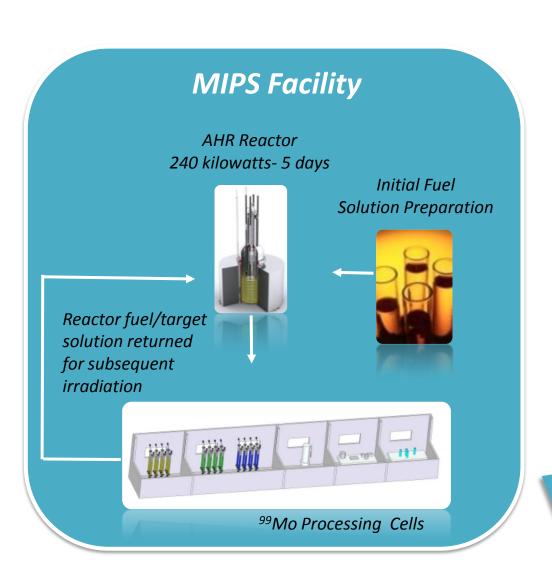


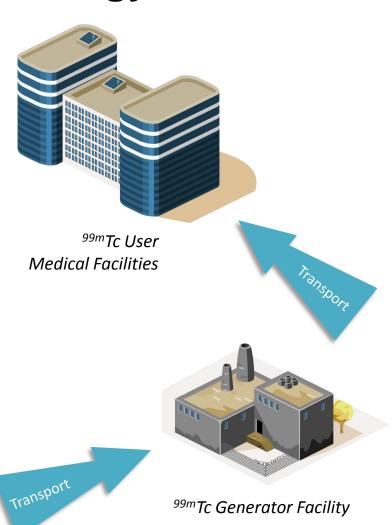


99Mo Production Using Aqueous Homogeneous Reactor (AHR)

- Market studies in Late 1990s
- 2007 MIPS project re-initiated
- 2009 Agreement with Covidien
- 2009 Cooperative Agreement with NNSA
 - Non-proliferation (LEU)
 - Domestic supply

B&W MIPS Technology

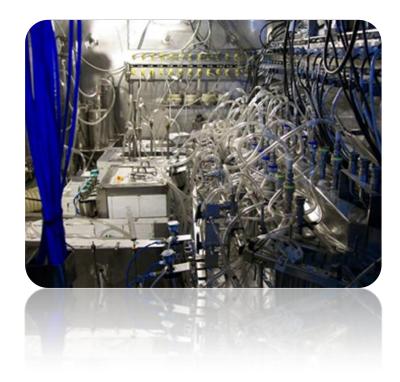




Completed R&D and Conceptual Design Phase of Project

- National Laboratories
 - > Argonne
 - Los Alamos
- Armed Forces Radiobiology Research Institute, MD
- Purdue University
- B&W Labs, VA
- INVAP, Argentina

Extraction and purification experimental hot cell, INVAP, S.E.



MIPS Path Forward

- Licensing Approach (SECY-09-0101 Policy)
 - ➤ Single license under 10CFR50
 - MIPS is both utilization (reactors) and production (processing) facility
 - > Reactors are considered non-power reactors
 - > Construction permit and operating license required
 - Waste other than Used Liquid Fuel is Low Level Radioactive Waste
- Preliminary design, environmental report and construction application
- Final design and operating application
- Construction, commissioning and FDA approval

B&W MIPS Summary

Production of ⁹⁹Mo using LEU AHR:

- Increased efficiency
- Reduced waste
- No proliferation concerns
- Safe operation
- Stable domestic supply of ⁹⁹Mo

