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UNAUDITED

NAC International Inc.
Monthly Financial Package
Balance Sheets
December 31, 2004
(000)

	(Prior Yr) Dec	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec
Cash	5,867	2,256	4,343	4,391	3,401	3,464	3,236	2,190	1,803	2,887	2,963	2,514	2,408
A/R - trade, less allowances and retainages	5,852	5,357	1,799	4,318	3,960	5,383	2,474	2,892	4,698	1,597	1,085	1,569	2,518
A/R - rev in excess of Billings	4,963	5,613	7,416	3,806	4,331	2,275	2,448	2,518	2,426	2,514	2,659	2,097	2,646
A/R - Other	172	184	193	136	164	176	142	138	132	154	159	141	221
Prepaid Expenses	385	332	279	226	220	173	138	91	44	262	318	361	357
Total Current Assets	17,239	13,742	14,030	12,877	12,076	11,471	8,438	7,829	9,103	7,414	7,184	6,682	8,150
Property and Equipment, at cost	20,470	20,470	20,470	20,431	20,451	20,451	20,451	20,533	20,533	20,533	20,552	20,552	20,606
Depreciation & Amortization	(15,066)	(15,180)	(15,297)	(15,395)	(15,507)	(15,619)	(15,713)	(15,810)	(15,906)	(16,002)	(16,096)	(16,149)	(16,284)
Net Fixed Assets	5,404	5,290	5,173	5,036	4,944	4,832	4,738	4,723	4,627	4,531	4,456	4,403	4,322
Deferred Tax Asset	0	0	0	0	0	0	0	0	0	0	0	0	0
Other Assets	343	343	318	318	318	311	311	311	311	311	311	314	314
Total Other Assets	343	343	318	318	318	311	311	311	311	311	311	314	314
Total Assets	22,986	19,375	19,521	18,231	17,338	16,614	13,487	12,863	14,041	12,256	11,951	11,399	12,786
Line Of Credit/Current Long Term Debt	39,800	39,800	39,800	39,800	39,800	39,800	800	800	0	0	0	0	0
Capital Leases	106	76	45	15	12	10	7	5	2	0	0	0	0
Accounts Payable, Trade	5,221	4,161	4,633	5,687	3,253	4,224	1,263	1,304	2,315	970	1,075	718	630
Accrued Expenses & Other Liab	5,095	5,924	5,357	3,740	5,151	3,020	3,354	2,918	3,151	3,167	3,263	3,248	4,168
Prov for Losses on Contracts	454	438	351	412	357	290	288	199	177	166	168	171	151
Accrued Interest to EDIC	3,159	198	383	578	767	0	190	0	0	206	0	0	0
Deferred Revenue	3,861	3,533	3,408	2,610	1,573	2,446	2,297	2,407	3,314	2,980	2,775	2,578	3,239
Total Current Liabilities	57,696	54,130	53,977	52,842	50,913	49,790	8,199	7,633	8,959	7,489	7,281	6,715	8,188
Long-Term Capital Leases	0	0	0	0	0	0	0	0	0	0	0	0	0
Deferred Income Taxes	0	0	0	0	0	0	0	0	0	0	0	0	0
Long-Term Debt	800	800	800	600	600	600	39,400	39,400	38,650	38,650	38,650	0	0
Other Long-Term Liabilities	454	458	461	463	466	469	472	511	742	739	736	734	733
Total Long-Term Liabilities	1,254	1,258	1,261	1,063	1,066	1,069	39,872	39,911	39,392	39,389	39,386	734	733
Common Stock	10,540	10,540	10,540	10,540	10,540	10,540	10,540	10,540	10,540	10,540	10,540	10,540	10,540
Additional Paid-in Capital	12,708	12,708	12,708	12,708	12,708	12,708	12,708	12,708	12,708	12,708	12,708	51,358	51,358
Other Comprehensive Loss	(72)	(72)	(72)	(60)	(60)	(60)	(35)	(37)	0	0	0	0	0
Retained Earnings	(60,558)	(59,140)	(59,140)	(59,140)	(59,140)	(59,140)	(59,140)	(59,140)	(59,140)	(59,140)	(59,140)	(59,140)	(59,140)
Current Year Income (Loss)	1,418	(49)	247	278	1,311	1,707	1,343	1,248	1,582	1,270	1,176	1,192	1,107
Treasury Stock	0	0	0	0	0	0	0	0	0	0	0	0	0
Total Stockholders' Equity	(35,964)	(36,013)	(35,717)	(35,674)	(34,641)	(34,245)	(34,584)	(34,681)	(34,310)	(34,622)	(34,716)	3,950	3,865
Total Liabilities & Equity	22,986	19,375	19,521	18,231	17,338	16,614	13,487	12,863	14,041	12,256	11,951	11,399	12,786

UNAUDITED

NAC International Inc.
Monthly Financial Package
Actuals Year-Over-Year
December 31, 2004
(000)

	Month 2004	Month 2003	Month $ Chg	Month % Chg	YTD 2004	YTD 2003	YTD $ Chg	YTD % Chg
Consulting	1,101	653	448	69%	8,582	8,892	(310)	-3%
Engineering	1,787	787	1,000	127%	18,440	42,504	(24,064)	-57%
Site & Transportation	34	575	(541)	-94%	7,154	6,104	1,050	17%
Total Revenues	**2,922**	**2,015**	**907**	**45%**	**34,176**	**57,500**	**(23,324)**	**-41%**
Operating Cost	1,812	2,095	283	14%	21,344	42,619	21,275	50%
IR&D Cost	295	189	(106)	-56%	2,226	953	(1,273)	-134%
(Capitalization)	-	-	-	0%	-	-	-	0%
Net Operating Costs	**2,107**	**2,284**	**177**	**8%**	**23,570**	**43,572**	**20,002**	**46%**
Gross Profit	**815**	**(269)**	**1,084**	**403%**	**10,606**	**13,928**	**(3,322)**	**-24%**
G & A Expense	765	619	(146)	-24%	5,898	7,396	1,498	20%
EBITDA	**50**	**(888)**	**938**	**106%**	**4,708**	**6,532**	**(1,824)**	**-28%**
Depr & Amort	135	(230)	(365)	159%	1,232	2,503	1,271	51%
EBIT	**(85)**	**(658)**	**573**	**87%**	**3,476**	**4,029**	**(553)**	**-14%**
Net Interest Exp (Inc)	-	235	235	100%	2,221	2,562	341	13%
Income Bef Taxes	**(85)**	**(893)**	**808**	**90%**	**1,255**	**1,467**	**(212)**	**-14%**
Provision for Tax Exp (Inc)	-	49	49	100%	148	49	(99)	-202%
Extraordinary Exp(Inc)net	-	-	-	0%	-	-	-	0%
Net Income	**(85)**	**(942)**	**857**	**91%**	**1,107**	**1,418**	**(311)**	**-22%**

Percent of Revenues

	Month 2004	Month 2003	Month Chg	YTD 2004	YTD 2003	YTD Chg
Consulting	37.7%	32.4%	5.3%	25.1%	15.5%	9.6%
Engineering	61.2%	39.1%	22.1%	54.0%	73.9%	-19.9%
Site & Transportation	1.2%	28.5%	-27.3%	20.9%	10.6%	10.3%
Total Revenues	**100.0%**	**100.0%**	**0.0%**	**100.0%**	**100.0%**	**0.0%**
Operating Cost	62.0%	104.0%	42.0%	62.5%	74.1%	11.6%
IR&D Cost	10.1%	9.4%	-0.7%	6.5%	1.7%	-4.8%
(Capitalization)	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%
Net Operating Costs	**72.1%**	**113.3%**	**41.2%**	**69.0%**	**75.8%**	**6.8%**
Gross Profit	**27.9%**	**-13.3%**	**41.2%**	**31.0%**	**24.2%**	**6.8%**
G & A Expense	26.2%	30.7%	4.5%	17.3%	12.9%	-4.4%
EBITDA	**1.7%**	**-44.1%**	**45.8%**	**13.8%**	**11.4%**	**2.4%**
Depr & Amort	4.6%	-11.4%	-16.0%	3.6%	4.4%	0.8%
EBIT	**-2.9%**	**-32.7%**	**29.8%**	**10.2%**	**7.0%**	**3.2%**
Net Interest Exp (Inc)	0.0%	11.7%	11.7%	6.5%	4.5%	-2.0%
Income Bef Taxes	**-2.9%**	**-44.3%**	**41.4%**	**3.7%**	**2.6%**	**1.1%**
Provision for Tax Exp (Inc)	0.0%	2.4%	2.4%	0.4%	0.1%	-0.3%
Extraordinary Exp(Inc)net	*0.0%*	*0.0%*	*0.0%*	*0.0%*	*0.0%*	*0.0%*
Net Income	**-2.9%**	**-46.7%**	**43.8%**	**3.2%**	**2.5%**	**0.7%**

UNAUDITED

NAC International Inc.
Monthly Financial Package
Statements of Cash Flow
December 31, 2004
(000)

	Month			YTD		
OPERATING ACTIVITIES	2004	2003	Budget	2004	2003	Budget
Net Income	(85)	(942)	#REF!	1,107	1,418	#REF!
Adjustments to reconcile net income to						
net cash provided by (used in) operating activities:						
Depreciation and amortization	135	(230)	#REF!	1,232	2,503	#REF!
Write off/down of assets	-	225	-	-	225	-
(Gain) loss on sale of assets	-	267	-	(83)	297	-
Changes in operating assets and liabilities:						
Accounts receivable-trade and revenue in excess of billings	(1,578)	(1,912)	#REF!	5,602	4,455	#REF!
Other current assets	4	(1)	#REF!	28	198	#REF!
Other assets	-	-	-	29	1	-
Accounts Payable	(88)	934	#REF!	(4,591)	(1,045)	#REF!
Accured Expenses & Other Current Liab	920	(589)	#REF!	(855)	(16,962)	#REF!
Provision for Losses on Contracts	(20)	172	#REF!	(303)	(4,277)	#REF!
Accrued Interest to EDIC	-	1,219	#REF!	(3,159)	3,159	#REF!
Deferred revenue	661	3,333	#REF!	(622)	171	#REF!
Deferred income taxes	-	-	-	-	-	-
Other long-term liabilities	(1)	5	#REF!	279	(2)	#REF!
Net Cash provided (used) by operations	(52)	2,481	#REF!	(1,336)	(9,859)	#REF!
INVESTING ACTIVITIES						
Proceeds from the sale of assets	-	-	-	108	-	-
Purchases of property, plant and equipment	(54)	-	#REF!	(175)	(111)	#REF!
SNF storage cask engineering & technology	-	-	-	-	-	-
Net Cash used in investing activities	(54)	-	#REF!	(67)	(111)	#REF!
FINANCING ACTIVITIES						
Proceeds/(Payment) on Short Term Debt	-	-	-	(800)	-	-
Principal payments on Capital Lease obligations	-	(257)	#REF!	(106)	(665)	#REF!
Proceeds/(Payments) on Long-Term Debt	-	(200)	#REF!	(1,150)	3,000	(800)
Principal payments/ reclass to current on Long-Term Debt	-	-	#REF!	-	-	-
Net Proceeds from the sale of Common Stock	-	-	-	-	10,556	-
Net Cash provided by financing activities	-	(457)	#REF!	(2,056)	12,891	#REF!
Increase (Decrease) in Cash/Cash Equivalents	(106)	2,024	#REF!	(3,459)	2,921	#REF!
Cash/Cash Equivalents at beginning of period	2,514	3,843	#REF!	5,867	2,946	-
Cash/Cash Equivalents at end of period	2,408	5,867	#REF!	2,408	5,867	#REF!

REPORT OF INDEPENDENT REGISTERED PUBLIC ACCOUNTING FIRM

To the Board of Directors and Stockholders of USEC Inc.:

We have completed an integrated audit of USEC Inc.'s 2004 consolidated financial statements and of its internal control over financial reporting as of December 31, 2004 and audits of its consolidated financial statements as of and for the year ended December 31, 2003, the six month period ended December 31, 2002, and the fiscal year ended June 30, 2002 in accordance with the standards of the Public Company Accounting Oversight Board (United States). Our opinions, based on our audits, are presented below.

Consolidated financial statements

In our opinion, the consolidated financial statements listed in the accompanying index present fairly, in all material respects, the financial position of USEC Inc. and its subsidiaries at December 31, 2004 and 2003, and the results of their operations and their cash flows for each of the two years in the period ended December 31, 2004, for the six month period ended December 31, 2002 and the fiscal year ended June 30, 2002 in conformity with accounting principles generally accepted in the United States of America. These financial statements are the responsibility of the Company's management. Our responsibility is to express an opinion on these financial statements based on our audits. We conducted our audits of these statements in accordance with the standards of the Public Company Accounting Oversight Board (United States). Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit of financial statements includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements, assessing the accounting principles used and significant estimates made by management, and evaluating the overall financial statement presentation. We believe that our audits provide a reasonable basis for our opinion.

As discussed in Note 2 to the consolidated financial statements, the Company has restated its previously issued consolidated financial statements to correct its accounting for revenue recognition and deferred tax assets.

Internal control over financial reporting

Also, we have audited management's assessment, included in the restated Management's Report on Internal Control Over Financial Reporting appearing under Item 9A, that USEC Inc. did not maintain effective internal control over financial reporting as of December 31, 2004, because the Company did not maintain effective controls over (i) the recognition of revenue, and (ii) the valuation of deferred tax assets including the associated tax valuation allowance, based on criteria established in *Internal Control — Integrated Framework* issued by the Committee of Sponsoring Organizations of the Treadway Commission (COSO). The Company's management is responsible for maintaining effective internal control over financial reporting and for its assessment of the effectiveness of internal control over financial reporting. Our responsibility is to express opinions on management's assessment and on the effectiveness of the Company's internal control over financial reporting based on our audit.

We conducted our audit of internal control over financial reporting in accordance with the standards of the Public Company Accounting Oversight Board (United States). Those standards require that we plan and perform the audit to obtain reasonable assurance about whether effective internal control over financial reporting was maintained in all material respects. An audit of internal control over financial reporting includes obtaining an understanding of internal control over financial reporting, evaluating management's assessment, testing and evaluating the design and operating effectiveness of internal control, and performing such other procedures as we consider necessary in the circumstances. We believe that our audit provides a reasonable basis for our opinions.

A company's internal control over financial reporting is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of financial statements for external purposes in accordance with generally accepted accounting principles. A company's internal control over financial reporting includes those policies and procedures that (i) pertain to the maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and dispositions of the assets of the company; (ii) provide reasonable assurance that transactions are recorded as necessary to permit preparation of financial statements in accordance with generally accepted accounting principles, and that receipts and expenditures of the company are being made only in accordance with authorizations of management and directors of the company; and (iii) provide reasonable assurance regarding prevention or timely detection of unauthorized acquisition, use, or disposition of the company's assets that could have a material effect on the financial statements.

Because of its inherent limitations, internal control over financial reporting may not prevent or detect misstatements. Also, projections of any evaluation of effectiveness to future periods are subject to the risk that controls may become inadequate because of changes in conditions, or that the degree of compliance with the policies or procedures may deteriorate.

A *material weakness is a control deficiency, or combination of control deficiencies, that results in more than a remote likelihood that a* material misstatement of the annual or interim financial statements will not be prevented or detected. The following material weaknesses have been identified and included in management's assessment:

- Revenue recognition

  As of December 31, 2004, USEC did not maintain effective controls over the timing of the recognition of revenue. Specifically, USEC's revenue recognition determination with respect to "bill and hold" transactions was not sufficiently complete to support that revenue was recorded in the appropriate period. This control deficiency resulted in a) the restatement of USEC's revenue, cost of sales, deferred revenue and other current assets in the consolidated financial statements for the year ended December 31, 2003 (including the comparative financial information for the year ended December 31, 2002), the six–month period ended December 31, 2002, the fiscal year ended June 30, 2002, the first, second and third quarters of 2004 and the four quarters of 2003 as previously reported in USEC's 2004 Annual Report on Form 10–K filed March 16, 2005 and discussed in Note 2 to the consolidated financial statements; (b) an audit adjustment to the 2004 annual and fourth quarter financial statements; and (c) the restatement of USEC's revenue, cost of sales, deferred revenue and other current assets in the consolidated financial statements for the years ended December 31, 2004 and 2003 (including the comparative financial information for the year ended December 31, 2002), the four quarters of 2004, and the fourth quarter of 2003 as described in the third paragraph of Note 2 to the consolidated financial statements as reported in this Form 10–K/A.

  Furthermore, this control deficiency could result in a material misstatement to the revenue, cost of sales, deferred revenue and other current asset accounts that would result in a misstatement to the annual or interim consolidated financial statements that would not be prevented or detected. Accordingly, this control deficiency constitutes a material weakness.

- Deferred tax assets

  As of December 31, 2004, USEC did not maintain effective controls over the valuation of deferred tax assets, including the associated tax valuation allowance. Specifically, USEC's controls over the initial determination and subsequent monitoring of factors affecting the realization of deferred tax assets, including the associated tax valuation allowance, were insufficient to determine that deferred tax assets, including the associated tax valuation allowance, were appropriately reported. This control deficiency resulted in (a) the restatement of USEC's valuation allowance associated with deferred tax assets and retained earnings in the consolidated financial statements for the year ended December 31, 2003 (including the comparative financial information for the year ended December 31, 2002), the six–month period ended December 31, 2002, the fiscal year ended June 30, 2002, and the first, second and third quarters of 2004 and the corresponding periods in 2003 as

[redacted]

Furthermore, this control deficiency could result in a material misstatement to the deferred tax asset and tax provision accounts that would result in a misstatement to the annual or interim consolidated financial statements that would not be prevented or detected. Accordingly, this control deficiency constitutes a material weakness.

These material weaknesses were considered in determining the nature, timing, and extent of audit tests applied in our audit of the 2004 consolidated financial statements, and our opinion regarding the effectiveness of the Company's internal control over financial reporting does not affect our opinion on those consolidated financial statements.

In our opinion, management's assessment that USEC Inc. did not maintain effective internal control over financial reporting as of December 31, 2004, is fairly stated, in all material respects, based on criteria established in *Internal Control — Integrated Framework* issued by the COSO. Also, in our opinion, because of the effects of the material weaknesses described above on the achievement of the objectives of the control criteria, USEC Inc. has not maintained effective internal control over financial reporting as of December 31, 2004, based on criteria established in *Internal Control – Integrated Framework* issued by the COSO.

Management and we previously concluded that the Company did not maintain effective internal control over financial reporting as of December 31, 2004 because of the material weaknesses described above. In connection with the restatements of the Company's consolidated financial statements described in the third and fifth paragraphs of Note 2 to the consolidated financial statements, management has determined that the restatements were an additional effect of the material weaknesses described above. Accordingly, these restatements did not affect management's assessment or our opinions on internal control over financial reporting.

/s/ PricewaterhouseCoopers LLP

McLean, Virginia
March 11, 2005, except for the restatements described in the third and fifth paragraphs of Note 2 to the consolidated financial statements and the matter described in the penultimate paragraph of Management's Report on Internal Control Over Financial Reporting, as to which the date is August 3, 2005.

USEC Inc.

CONSOLIDATED BALANCE SHEETS
(millions, except share and per share data)

	December 31, 2004	December 31, 2003 As restated
[redacted]		
Current Assets		
[redacted]		
Short–term investments	—	35.0
[redacted]		
Inventories:		
[redacted]		
Uranium	251.6	187.9
[redacted]		
Total Inventories	1,009.4	883.2
[redacted]		
Other current assets	39.2	78.0
[redacted]		
Property, Plant and Equipment, net	*178.0*	*185.1*
[redacted]		
Deferred income taxes	69.6	95.4
[redacted]		
Prepaid pension benefit costs	82.9	76.3
[redacted]		
Goodwill	4.3	—
[redacted]		
Total Assets	**$2,003.4**	**$2,134.8**
[redacted]		
Current Liabilities		
[redacted]		
Payables under Russian Contract	89.7	119.3
[redacted]		
Uranium owed to customers and suppliers	44.5	45.0
[redacted]		
Total Current Liabilities	365.3	455.2
[redacted]		
Other Long–Term Liabilities		
[redacted]		
Depleted uranium disposition	26.1	53.5
[redacted]		
Other liabilities	66.2	50.9
[redacted]		
Commitments and Contingencies (Notes 3, 6 and 11)		
[redacted]		
Preferred stock, par value $1.00 per share, 25,000,000 shares authorized, none issued	—	—
[redacted]		
Excess of capital over par value	963.9	1,009.0
[redacted]		
Treasury stock, 15,171,000 and 17,766,000 shares	(109.2)	(127.7)
[redacted]		
Other comprehensive income (loss)	(.7)	—
[redacted]		
Total Liabilities and Stockholders' Equity	**$2,003.4**	**$2,134.8**

See notes to consolidated financial statements.

USEC Inc.

CONSOLIDATED STATEMENTS OF INCOME (LOSS)
(millions, except per share data)

	Years Ended December 31,			Six-Month Period Ended December 31,	Fiscal Year Ended June 30,
	2004	2003	2002	2002	2002
			(Unaudited)		
		As restated			
[redacted]					
Separative work units	$1,027.3	$1,110.8	$1,181.5	$668.0	$1,289.3
[redacted]					
U.S. government contracts and other	165.9	166.0	123.4	69.6	102.6
[redacted]					
Cost of sales:					
[redacted]					
U.S. government contracts and other	151.5	150.2	115.2	66.0	100.9
[redacted]					
Gross profit	194.1	162.4	90.8	39.6	102.2
[redacted]					
Advanced technology costs	58.5	44.8	22.9	16.0	12.6
[redacted]					
Other (income) expense, net	(1.7)	—	—	—	—
[redacted]					
Interest expense	40.5	38.4	36.5	18.6	36.3
[redacted]					
Income (loss) before income taxes	36.6	15.2	(9.0)	(19.4)	18.0
[redacted]					
Net income (loss)	**$ 23.5**	**$ 9.0**	**$ (4.0)**	**$ (12.7)**	**$ 13.5**
[redacted]					
Dividends per share	$ .55	$ .55	$ .55	$ .275	$ .55
[redacted]					
Basic	84.1	82.2	81.4	81.6	81.1
[redacted]					

See notes to consolidated financial statements.

earliest date presented in the consolidated financial statements (June 30, 2001) are reduced by $5.1 million with a corresponding decrease in deferred tax assets of $4.5 million and increase in accrued income taxes payable of $.6 million. As of December 31, 2004, this correction is reflected as a decrease in retained earnings of $5.1 million with a corresponding decrease in deferred tax assets of $3.8 million and increase in accrued income taxes payable of $1.3 million. There was no impact on previously reported net income for any of the periods included in this Form 10-K/A as a result of either of the restatements related to the accounting for deferred taxes.

The effects of the Original and Second Restatements are as follows (in millions, except per share data):

	Year Ended December 31,2003		Six-Month Period Ended December 31,2002		Fiscal Year Ended June 30, 2002	
	As previously reported(1)	As restated	As previously reported(1)	As restated	As previously reported(1)	As restated
[redacted]						
Cost of sales	1,295.2	1,274.3	741.0	741.2	1,422.1	1,406.6
[redacted]						
Operating income (loss)	50.9	48.2	(7.2)	(4.0)	50.1	45.6
[redacted]						
Provision (credit) for income taxes	7.2	6.2	(7.9)	(6.7)	6.3	4.5
[redacted]						
Net income (loss) per share — basic and diluted	$ .13	$ .11	$ (.18)	$ (.16)	$ .20	$ .17

	December 31, 2004		December 31, 2003	
	As previously reported(2)	As restated	As previously reported(1)	As restated
[redacted]				
Deferred income taxes	$ 26.5	$ 27.0	—	—
[redacted]				
Other long-term assets:				
[redacted]				
Total assets	1,999.4	2,003.4	2,053.8	2,134.8
[redacted]				
Accounts payable and accrued liabilities	201.0	202.3	188.3	189.4
[redacted]				
Stockholders' equity	924.6	918.7	886.2	923.6

(1) As reported in the Annual Report on Form 10-K for the year ended December 31, 2003.

(2) As reported in the Annual Report on Form 10-K for the year ended December 31, 2004.

3. ACQUISITION OF NAC HOLDING INC.

In November 2004, USEC acquired all the outstanding common stock of NAC Holding Inc. and its wholly owned subsidiary NAC International Inc. (collectively "NAC") from Pinnacle West Capital Corporation for $10.1 million in cash plus the assumption of certain liabilities of NAC. As part of the acquisition agreement, we deposited an additional $6.0 million in an escrow fund pending the outcome of a contingency relating to the renewal or replacement of a contract with DOE that is expected to be resolved during 2005. NAC provides U.S. and foreign customers with spent nuclear fuel storage solutions, nuclear materials transportation, and nuclear fuel cycle consulting services.