SOLICITATION, OFFER AND AWARD

1. THIS CONTRACT IS A RATED ORDER > RATING DO-E2
UNDER DPAS (15 CFR 703)  1

2. RACT NO. DE-AC07-08ID14517
3. SOLICITATION NO. DE-RP07-03ID14517
4. TYPE OF SOLICITATION [ ] SEALED BID (IFB) [X] NEGOTIATED (RFP)
5. DATE ISSUED 26-May-04
6. REQUISITION/PURCHASE NUMBER 07-03ID14517.000

7. ISSUED BY U.S. Department of Energy
   Idaho Operations Office
   Procurement Services Division
   1956 N. Fremont
   Idaho Falls, ID 83401-1221
   ATTN: Cheryl A. Thompson, Contracting Officer

NOTE: In sealed bid solicitations "offer" and "offeree" mean "bid" and "bidder"

SOLICITATION

9. Sealed offers in original and (See L.1) copies for furnishing the supplies or services in the Schedule will be received at the place specified in Item B, or if handcarried, in the depository located in (See L.2) until 3:00 P.M. local time on July 26, 2004.

CAUTION - LATE Submissions, Modifications, and Withdrawals: See Section L, Provision No. 52.215-1. All offers are subject to all terms and conditions contained in this solicitation.

10. FOR INFORMATION CALL: >

    A. NAME Cheryl A. Thompson

    B. TELEPHONE (NO COLLECT CALLS)
       AREA CODE NUMBER EXT.
       208 525-3912

    C. E-MAIL ADDRESS thompsca@id.doe.gov

11. TABLE OF CONTENTS (Page counts do not include documents that are referenced or hyperlinked)

<table>
<thead>
<tr>
<th>(X) SEC.</th>
<th>DESCRIPTION</th>
</tr>
</thead>
<tbody>
<tr>
<td>X</td>
<td>A SOLICITATION/CONTRACT FORM</td>
</tr>
<tr>
<td>X</td>
<td>B SUPPLIES OR SERVICES AND PRICES/COSTS</td>
</tr>
<tr>
<td>X</td>
<td>C DESCRIPTION/SPECS.WORK STATEMENT</td>
</tr>
<tr>
<td>X</td>
<td>D PACKAGING AND MARKING</td>
</tr>
<tr>
<td>X</td>
<td>E INSPECTION AND ACCEPTANCE</td>
</tr>
<tr>
<td>X</td>
<td>F DELIVERIES OR PERFORMANCE</td>
</tr>
<tr>
<td>X</td>
<td>G CONTRACT ADMINISTRATION DATA</td>
</tr>
<tr>
<td>X</td>
<td>H SPECIAL CONTRACT REQUIREMENTS</td>
</tr>
</tbody>
</table>

12. OFFER (Must be fully completed by offeror)

   NL: Item 12 does not apply if the solicitation includes the provisions at 52.214-16, Minimum Bid Acceptance Period.

   12. In compliance with the above, the undersigned agrees, if this offer is accepted within 15th calendar days (60 calendar days unless a different period is inserted from the date for receipt of offers specified above, to furnish any or all times which prices are offered at the price set opposite each item, delivered at the designated point(s),

      within the time specified in the schedule.

   13. DISCOUNT FOR PROMPT PAYMENT (See Section I, Clause No. 52.232-8) >

      10 CALENDAR DAYS  20 CALENDAR DAYS  30 CALENDAR DAYS  CALENDAR DAYS

      %  %  %  %

   14. ACKNOWLEDGEMENT OF AMENDMENTS (The offeror acknowledges receipt of amendments to the solicitation for offers and

      related documents numbered and dated)

      AMENDMENT NO. DATE AMENDMENT NO. DATE

      001  July 6, 2004  002  July 12, 2004
      003  July 20, 2004

   15A. NAME AND ADDRESS OF OFFEROR

   Battelle Energy Alliance, LLC
   1000 River Walk Drive, Suite 300
   Idaho Falls, ID 83402

   15B. TELEPHONE NO.

   AREA CODE NUMBER EXT.
   208 424-5200

   15C. CHECK IF REMITTANCE ADDRESS IS DIFFERENT FROM ABOVE - ENTER SUCH ADDRESS IN SCHEDULE

   16. NAME AND TITLE OF PERSON AUTHORIZED TO SIGN OFFER (Type or print)

   Battelle Energy Alliance by its sole member Battelle Memorial Institute
   William J. Marks, Executive Vice President, Laboratory Operations

   18. OFFER DATE

   July 26, 2004

AWARD (To be completed by Government)

19. ACCEPTED AS TO ITEMS NUMBERED 20. AMOUNT

21. ACCOUNTING AND APPROPRIATION

22. AUTHORITY FOR USING OTHER THAN FULL AND OPEN COMPETITION

   [ ] 10 U.S.C. 2304(c) ( )  41 U.S.C. 253(c) ( )

23. SUBMIT INVOICES TO ADDRESS SHOWN IN (4 copies unless otherwise specified)

   ITEM

24. ADMINISTERED BY (if other than Item 7) CODE

   25. PAYMENT WILL BE MADE BY CODE

26. NAME OF CONTRACTING OFFICER (Type or print)

   July 9, 2004

27. UNITED STATES OF AMERICA

   (Signature of Contracting Officer)

28. AWARD DATE

   IMPORTANT - Award will be made on this Form, or on Standard Form 26, or by other authorized official written notice.