

U.S. Department of Justice

Environment and Natural Resources Division

Environmental Crimes Section P.O. Box 23985 L'Enfant Plaza Station Washington, DC 20026-3985 Telephone (202) 305-0321 Facsimile (202) 305-0397

October 7, 2010

Robert C. Bundy
Dorsey & Whitney LLP
1031 West Fourth Avenue, Suite 600
Anchorage, AK 99501
By Email: Bundy.Robert@dorsey.com

Re: United States v. Ionia Management, S.A.

Dear Mr. Bundy:

Pursuant to your letter of October 1, 2010, the government submits this response to Ionia Management's request that you recommend to the Court that the M/T Ploutos be added to the Special Master Scope or Work and permitted to enter U.S. ports. Based on Ionia's representations that they have corrected the issues identified in the audit report, we have no objection to a recommendation that the vessel be permitted to call on a U.S. port. We suggest that the photographs confirming the painting of the piping and floor plates identified by the auditor and named in the Scope of Work be shared with the Special Master and parties prior to the ship's entry into Port.

Additionally, although likely obvious and not specifically within the purview of the Scope of Work and audit, we note for the benefit of all parties, that the ship will need to be incompliance with all U.S. laws, regulations, and requirements for entry into port, including the Vessel General Permit and Oil Transfer Procedure requirements.

Sincerely,

Lana N. Pettus Trial Attorney

Environmental Crimes Section

United States Department of Justice

Cc: Michael Chalos, Esq.
AUSA William M. Brown
LCDR Channing Burgess
CDR Mooradian
James Sanborn
Capt. Richard Wigger
Patrick Norton

EXHIBIT 2 1 of 1