

June 10, 2011

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Re: *United States v. Ionia Management, S.A.*
United States District Court Case: 3:07-CR-134 (JBA)

Dear Parties:

Thank you for your responses to my letter of June 6, 2011, with regard to scheduling the upcoming Special Master's hearings.

For the reasons stated in my June 6, 2011 letter to you, I find that a Special Master's hearing in July should be conducted by telephone conference call. The hearing will be convened at 10 a.m. (EDT) on July 12, 2011. I will distribute a call-in conferencing number before the hearing. A final, comprehensive in-person hearing will be held in New Haven, Connecticut, during the first week in October, 2011, the exact date for which we can determine at the July telephonic hearing.

The following issues will be addressed at the telephonic hearing on July 12, 2011:

1. Progress in fully implementing the Special Waste Oil Monitoring System ("SWOMS").
 - a. Operational status of the SWOMS on the M/T THEO T, M/T FIDIAS, M/T PLOUTOS and the M/T ESTIA;
 - b. Manner in which the SWOMS data is utilized by Ionia Management;

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- c. Anticipated changes to the SWOMS;
- d. Costs of implementing the SWOMS on the four vessels during the term of probation.

2. Results of internal audits. Ionia should be ready to discuss and respond to questions regarding the results of Ionia's internal audits, including identification of nonconformities, root causes, corrective actions and preventive actions. By July 1, 2011, Ionia should distribute copies of reports of internal audits conducted since January 2011 to the Special Master and the Government.

3. Status of Ionia's training program, including reports of visits to training facilities.

4. Date for New Haven hearing in the first week of October, 2011.

Ionia should be prepared to provide testimony from Ionia's safety and quality manager and/or corporate compliance manager. If other witnesses will be called by Ionia, notice should be provided to the Special Master and to the Government by July 1, 2011.

Any party may request to address additional issues at the hearing. Request for additional issues must be faxed or emailed to me by July 1, 2011, with copies to all parties. I will issue a final letter to the parties outlining the issues to be addressed at the hearing on or before July 5, 2011. Any documents sought to be used by a party at the hearing, including PowerPoint presentations, shall be provided to the Special Master and other parties no later than 15 calendar days before the hearing date. Given the abbreviated nature of this hearing, I expect it to be completed in three hours or less.

Sincerely,

DORSEY & WHITNEY LLP

A handwritten signature in black ink, appearing to read 'Robert C. Bundy', written over a large, stylized circular flourish.

Robert C. Bundy

cc: Honorable Janet Bond Arterton (via email)
Channing D. Burgess (via email)
James Sanborn (via email)
Capt. Richard Wigger (via email)