

CERTIFIED MAIL - RETURN RECEIPT REQUESTED

April 1, 2013

Mr. David H. Welch
President and CEO
Stone Energy Corporation
625 East Kaliste Saloom Road
Lafayette, LA 70508

CPF 4-2011-7004

Dear Mr. Welch:

On September 14, 2012, the Pipeline and Hazardous Materials Safety Administration (PHMSA) issued to Stone Energy a Final Order in the above-referenced case. This Order included a Compliance Order and Civil Penalty assessment. Payment of the civil penalty was received on September 27, 2012. Based on our review of the documentation you provided, it has been determined that you have complied with the terms of this Order.

Accordingly, this case is now closed and no further action is contemplated with respect to the matters involved in this case. Thank you for your cooperation in this matter.

Sincerely,

R. M. Seeley
Director, Southwest region
Pipeline and Hazardous
Materials Safety Administration