U.S. Department
of Transportation
**Pipeline and
Hazardous Materials
Safety Administration**

820 Bear Tavern Road, Suite 103
West Trenton, NJ 08628
609.989.2171

OVERNIGHT EXPRESS DELIVERY

September 21, 2012

Mr. Frank Katulak
Sr. Vice President, Operations
Neptune LNG, LLC
20 City Square, S-3
Charlestown, MA 02129

CPF 1-2012-2001M

Dear Mr. Katulak:

During the week of August 15, 2011, a representative from the Pipeline and Hazardous Materials Safety Administration, pursuant to chapter 601 of 49 United States Code, conducted an on-site pipeline safety inspection of Neptune LNG's (Neptune) procedures in Gloucester, Massachusetts. As a result of the inspection, Neptune was issued a Notice of Amendment on April 2, 2012, which proposed amendment of your procedures.

Neptune submitted its amended procedures on May 1, 2012 and July 20, 2012. My staff reviewed the amended procedures, and it appears that the inadequacies outlined in this Notice of Amendment have been corrected.

This letter is to inform you no further action is necessary, and this case is now closed. Thank you for your cooperation.

Sincerely,

Byron Coy, PE
Director, Eastern Region
Pipeline and Hazardous Materials Safety Administration