

CERTIFIED MAIL - RETURN RECEIPT REQUESTED

July 2, 2019

Mr. Jim Musselman
President and CEO
Caelus Natural Resources Alaska, LLC
3700 Centerpoint Drive, Suite 500
Anchorage, Alaska 99503

**CPF 5-2019-7001M
Closure Letter**

Dear Mr. Musselman:

From April 9 through 13, 2018, a representative of the Pipeline and Hazardous Materials Safety Administration (PHMSA), pursuant to Chapter 601 of 49 United States Code, inspected Caelus Natural Resources Alaska, LLC's (Caelus) procedures for pipeline operations, maintenance, corrosion control, and integrity management in Anchorage, Alaska. Currently, the Caelus procedures that we reviewed apply to your Oooguruk 2-inch diesel pipelines.

As a result of the inspection, Caelus was issued a Notice of Amendment (NOA) on January 14, 2019, which proposed amendment of your procedures.

Caelus submitted its amended procedures on June 3, 2019. My staff reviewed the amended procedures, and it appears that the inadequacies outlined in the NOA were corrected.

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

Sincerely,

Dustin Hubbard
Director, Western Region
Pipeline and Hazardous Materials Safety Administration

cc: PHP-60 Compliance Registry
PHP-500 G. St. Pierre (#158101)
Erin Renfro, Caelus Engineering Supervisor, Operations and Production