

Commandant United States Coast Guard 2100 2nd Street, S.W. Washington, D.C. 20593-0001 Staff Symbol: CG-543 Phone: (202) 372-1221 FAX: (202) 372-1918

16711/BOUNTY

NOV - 7 2007

Ms. Margaret Ramsey Executive Director, HMS Bounty Organization LLC 548 West Jericho Turnpike Smithtown, NY 11787

Dear Ms. Ramsey:

This letter is in response to your telephonic request for clarification regarding BOUNTY (O.N. 960956) and operations permitted on the vessel's present world voyage.

As a "pleasure yacht not engaged in trade", the vessel can embark non-paying guests while the vessel is both moored and underway. Additionally, a trip sponsored by corporate donations where individual guests have not contributed for their carriage and are carried for morale or entertainment purposes does not constitute exchange of consideration. Absent consideration, there is no passenger for hire aspect present and the operation is recreational in nature.

The vessel may operate as a moored attraction vessel and may embark passengers for a fee. This operation must comply with the provisions of the Attraction Vessel Certificate of Inspection issued by the Coast Guard and any requirements mandated by local Port State Control Authorities.

Lastly, in the event you have questions concerning this letter, please contact Mr. Scott Kuhaneck at the telephone number provided above. In closing, I wish you the very best in your coming operations with BOUNTY.

Sincerely,

M. B. Karr Captain, U.S. Coast Guard Chief, Office of Vessel Activities By direction

Copy: LANTAREA (Ap)

Eighth Coast Guard District (Dp)

Activities Europe

FEACT

Sector New Orleans