



Office of Criminal Enforcement, Forensics and Training
September 30, 2006

DEFENDANT: Wallenius Ship Management Pte, Ltd.

D. New Jersey 06-213-01

DEFENDANT: Individual Defendant

D. New Jersey 06-214-01

FACTS: The defendants submitted a false Oil Record Book to the Coast Guard in addition to the use of a concealed "magic pipe" to illegally discharge oil sludge and oil-contaminated waste overboard from one of its ships.

DATE: 03/22/2006
Wallenius Ship Management was charged with seven counts in an Information, charges included conspiracy, a violation of 18 U.S.C. 371; CWA violations {33 U.S.C. 1908(a) - failure to maintain an oil record book}; knowingly and willfully making false statements, a violation of 18 U.S.C. 1001. The Individual Defendant was charged with one count of conspiracy.

STATUTE: 18 U.S.C. 1001, 18 U.S.C. 371, 33 U.S.C. 1908(a)

DATE: 03/22/2006
Wallenius pled guilty to seven felony counts of conspiring to obstruct justice, making false statements and violating the Act to Prevent Pollution from Ships. The Individual Defendant pled guilty to the one count against him.

DATE: 08/03/2006
Wallenius was sentenced to a \$5 million criminal fine and an additional \$1.5 million community service payment. At the request of the Government, the Judge ordered that \$2.5 million of the fine be divided evenly among four former crew members who served as "whistleblowers" to bring the violations to the attention of federal authorities. The Individual Defendant was sentenced to 24 months probation.