

May 9, 2008

File No.025

Mackenzie Valley Environmental Impact Review Board Suite 200, Scotia Centre, 5102-50 Avenue Box 938, Yellowknife, NT X1A 2N7

Attention:

Mr. Rick Ediericon

Chairperson - Gahcho Kué Diamond Mine Environmental Impact Review Panel

Re: Submission of Environmental Impact Statement – EIR0607-001

Dear Mr. Edjericon,

In our letter of December 2007 letter, De Beers Canada Inc. anticipated that the Environmental Impact Statement (EIS) for the Environmental Impact Review of the Gahcho Kué Project would be filed in June 2008. Since that time the Gahcho Kué team has been focused on preparing an EIS that meets the Terms of Reference. The preparation of a draft of the EIS is nearing completion. However, the Joint Venture has taken the decision to defer filing the EIS at this time. To assist with planning the Panel's activities, we will notify the Board in advance of the expected filing date in the late fall of 2008.

Your understanding in this appreciated. If you have any questions or require additional information, please contact me at (867) 766-7343 or by email at Paul Cobban@ca.debeersgroup.com.

Sincerely,

DE BEERS CANADA INC.

Paul Cobban

Permitting Manager Gahcho Kué Project

