

4 April 2007

File: 2AM-JER0410-CP2007

Via E-mail

Nunavut Water Board
P.O. Box 119
Gjoa Haven, NU X0B 1J0

Attention: Chief Administrative Officer

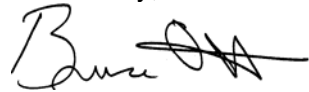
Dear Ms. Beaulieu,

Reference: 2007 Update of Jericho Contingency Plan – Water Licence 2AM-JER0410

Pursuant to Jericho Diamond Mine Water Licence 2AM-JER0410, Part J, Tahera Diamond Corporation is pleased to submit the enclosed Contingency Plan Update for 2006. Items listed in the 2005 Plan approval dated 24 July 2006 have been addressed.

We trust you will find all in order. Please contact the undersigned should you have any questions.

Yours truly,



Bruce Ott
Director of Environment
Jericho Diamond Mine

/bo

C.: Roland Jones, Mine Manager
Harold Gates, Operations Manager
Greg Missal, Vice-President, Government and Regulatory Affairs