



NEVADA S.A.

Circunvalación Norte 511
(frente a la pista de Motocross)
Telefax: (593) 7 2980644
(593) 7 2980655
Machala - El Oro - Ecuador

May 2, 2005

CMKM Diamonds, Inc.
c/o Securities Law Institute
770 E. Warm Springs Road
Suite 250
Las Vegas, NV 89119

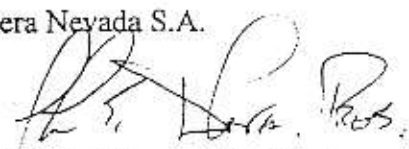
Attn. Urban Casavant, CEO

Dear Mr. Casavant:

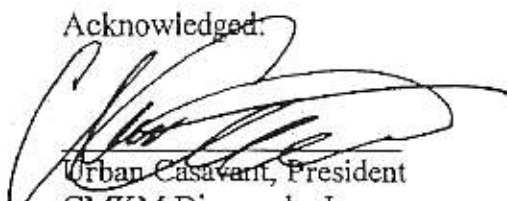
This letter is to acknowledge that an agreement has been reached between yourself and Minera Nevada S.A. with regards to curing your past due amounts under our contract and default therein. You hereby agree that we have ownership and title to any sands produced by the American Shaft from the time of your ownership until the present. You further agree that in the event of future defaults, we shall, at our sole option, have the option to seize ownership of additional sands produced to cover such defaults to the extent available sands are adequate to cover such defaults.

In the agreements surrounding CMKM's purchase of the mine, it agreed that in the event of a default such as this it was liable to forfeiture of the mine. The undersigned is not waiving that provision. If additional defaults occur, the undersigned may exercise its rights to take possession of the mine under said agreements.

Minera Nevada S.A.


By: John E. Dhonau, President

Acknowledged.


Urban Casavant, President
CMKM Diamonds, Inc.