

13 November 2007

Société Nautique de Genève  
Port-Noir  
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Switzerland

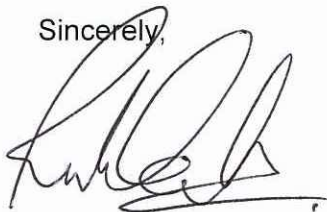
Dear Sirs,

GGYC received your letter of November 13, 2007 demanding that we withdraw the New York lawsuit by November 16, 2007 at 1700 hours, New York time, in order to apply for entry into the 33<sup>rd</sup> Cup competition.

This demand comes as a considerable surprise and contradicts the very substantial progress that we believed our representatives had achieved over the past few weeks in coming to an amicable resolution. It is precisely the same demand that you made after the litigation began four months ago. It is a demand that we have consistently rejected. It is a demand that, before you sent it, you must have known would be rejected. Your refusal to now conclude the few remaining points of negotiation with us, which are readily resolvable combined with this demand, compels the inescapable conclusion that you want the New York litigation to continue no matter what the effects on sponsors and other arrangements for the Event. This could only mean that you and Alinghi have decided that you do not want a race for the Cup in 2009.

If you decide to pursue a race for the Cup in 2009, we will work with you, as we have over the past few weeks, to a compromise and end the lawsuit.

Sincerely,



Russell Coutts  
On behalf of GGYC

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