

13 November 2007

Société Nautique de Genève  
Port-Noir  
CH-1223 Cologny  
Switzerland

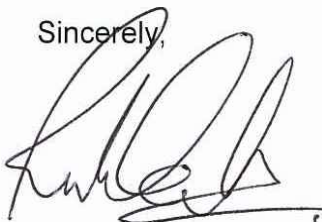
Dears Sirs,

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 33rd 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

ORACLE Racing Ltd.  
155-161 Halsey St.  
Freemans Bay  
Auckland  
New Zealand

CC: AC32 & AC33 Challengers

ORACLE Racing Inc.  
2269 Chestnut Street  
PMB 689  
San Francisco,  
CA 94123  
USA

ORACLE Racing S.L.  
Port America's Cup  
Muelle de la Aduana  
46024 Valencia  
Spain

Internet  
www.  
bmworacelracing.com