

10 February 2006

To all Suppliers

De Beers have embarked on a project to migrate to a fully integrated ERP system by 20 March 2006.

To enable the purchasing process, the two Supply Chain Centres, in Johannesburg & Cape Town, will utilize an electronic ordering system called "M2North". This is a managed process where M2North monitors the transactions to ensure that each party receives and responds to orders and RFQ's. A daily/weekly exception report is raised to reflect the on-going document status.

In excess of 3000 Companies are currently trading through M2North, which has proven to be a practical and reliable processing tool, enabling orders to be proactively and cooperatively managed by both De Beers and suppliers.

In order to further enhance our purchasing capabilities, it will be preferred if all De Beer's Suppliers, register with M2North.

Joining fee: R1 000 (excl VAT)
Monthly fee: R200 (excl VAT)

Companies who have already subscribed to the M2North system need not pay the joining fee.

Please complete the attached application form and fax it to the M2North team at (011) 450 1602

Should you have any queries, please contact:

M2North: Sergio Ferrardo or Aynsley Hunt on 0860 000 626

Johannesburg SCC: Janet Barrett or Victor Shokane (011) 255 2021/2095

Cape Town: Gairo Pretorius (021) 380 8208

Yours Faithfully,



Graham Erasmus
Manager – Supply Chain Centre (JHB)



SUPPLY CHAIN CENTRE – JOHANNESBURG

GREENHILLS INDUSTRIAL ESTATE 422 MARTIN CRESCENT TUNNEY EXT 6 ELANDSFONTEIN GERMISTON 1401
P O BOX 920 KEMPTON PARK 1620
TEL +27 (0)11 255 2000 FAX +27 (0)11 255 2155