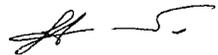


TTAB

IN THE UNITED STATES PATENT AND TRADEMARK OFFICE
BEFORE THE TRADEMARK TRIAL AND APPEAL BOARD

KRISTALL CLASSICS, INC., a) Cancellation No.92044751
Nevada Corporation)
)
Petitioner,)
 V)
THE DIAMONDS OF RUSSIA, LTD., a)
Delaware Corporation)
)
Registrant)

I hereby certify that on November 11, 2005
correspondence and all listed attachments being
deposited with the United States Postal Service as
First Class Mail, postage prepaid, in an envelope
addressed to: Commissioner for Trademarks, PO BOX
22313-1451, Arlington, Virginia
ATTN: TTAB



Name: Leon Fingergut

REGISTRANT ANSWER TO PETITION FOR CANCELLATION

Commissioner for Trademarks
PO BOX 1451
Alexandria VA 22313-1451

Registrant The Diamonds Of Russia Ltd. ("Registrant") a Delaware Corporation, having its principal place of business in Las Vegas, Nevada answer PETITION OF CANCELLATION ("POC") as follows:

1. Registrant admits Petitioners allegation in paragraph 1 of POC
2. Registrant admits Petitioners allegation in paragraph 2 of POC
3. Registrant admits Petitioners allegation in paragraph 3 of POC
4. Registrant admits that Kristall Jeweler Inc instituted an action in the United States District Court for the Central District of California against Petitioner, said action has action being identified by Court as Kristall Jeweler Inc. V. Kristall Classics Inc., Case No CV03-860-CJC (VBKx). Registrant denies petitioner allegation that said action was relating to ownership or KRISTALL Trademark. Said action was relating to petitioner Kristall Trade Mark infringement and Petitioners breach of contract to pay agreed royalties.
5. Registrant does not have sufficient information or knowledge to admit or deny the allegations of paragraph 5 of POC and accordingly denies the same.
6. Registrant does not have sufficient information or knowledge to admit or deny the allegations of paragraph 6 of POC and accordingly denies the same.
7. Registrant denies allegations of paragraph 7 of POC



11-15-2005

AS AND FOR A FIRST AFFIRMATIVE DEFENSE

8. Petition For Cancellation fails to state claims upon which relief can be granted

AS AND FOR A SECOND AFFIRMATIVE DEFENSE

9. By continues use and infringement of The Diamonds Of Russia™, Petitioner breached Paragraph 8e of above referenced Confidential Settlement Agreement and invalidated the same.

AS AND FOR A THIRD AFFIRMATIVE DEFENSE

10. Registrant and its predecessors in interest have never discontinued use of mark.

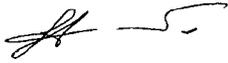
AS AND FOR A FOURTH AFFIRMATIVE DEFENSE

11. Petitioner is not existent business entity. Conducted search of California Secretary Of State data base and Nevada Secretary Of State database revealed no record of business entity " Kristall Classics Inc."

WHEREFORE, the petition to cancel should be denied.

Dated: Los Angeles, California
November 9, 2005

Respectfully submitted,
The Diamonds Of Russia Ltd.

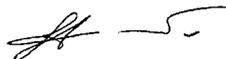

By _____
Leon Fingergut
President
848 N. Rainbow Blvd, Suite 1052
Las Vegas, NV 89107

CERTIFICATE OF SERVICE

I hereby certify that a copy of the foregoing ANSWER TO PETITION TO CANCEL was served by first class mail, postage prepaid, on the following counsel of record for Petitioner:

Michael Painter
ISAACMAN, KAUFMAN & PAINTER
A Professional Corporation
8484 Wilshire Blvd, Suite 850
Beverly Hills, CA 90211

This 9th day of November 2005.



Leon Fingergut