



DIVISION OF
CORPORATION FINANCE

UNITED STATES
SECURITIES AND EXCHANGE COMMISSION
WASHINGTON, D.C. 20549

Mail Stop 3720

August 27, 2008

James R. Braun
Vice President of Finance & Chief Financial Officer
Charles & Colvard, Ltd.
300 Perimeter Park Drive, Suite A
Morrisville, NC 27560

Re: Charles & Colvard, Ltd.
Form 10-K for the Fiscal Year Ended December 31, 2007
Filed March 11, 2008
File No. 0-23329

Dear Mr. Braun:

We have completed our review of your Form 10-K and related filings and do not, at this time, have any further comments.

Sincerely,

Larry Spirgel
Assistant Director