

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

January 25, 2011

Randy N. McCullough President and Chief Executive Officer Charles & Colvard, Ltd. 300 Perimeter Park Drive, Suite A Morrisville, NC 27560

Re: Charles & Colvard, Ltd.

Form 10-K for Fiscal Year Ended December 31, 2009

Filed March 29, 2010

Definitive Proxy Statement on Schedule 14A

Filed April 23, 2010 File No. 0-23329

Dear Mr. McCullough:

We have completed our review of your filings and do not have any further comments at this time.

Sincerely,

/s/ William H. Thompson

William H. Thompson Accounting Branch Chief