

SANATANA DIAMONDS INC.

Suite 1925 – 925 West Georgia Street, Vancouver, British Columbia, V6C 3L2

NOTICE OF ANNUAL GENERAL AND SPECIAL MEETING OF SHAREHOLDERS

NOTICE IS HEREBY GIVEN that an annual general and special meeting of the shareholders of Sanatana Diamonds Inc. (the “**Corporation**”) will be held at Suite 1925 – 925 West Georgia Street, Vancouver, BC V6C 3L2 on Wednesday, the 3rd day of September, 2008, at 11:00 a.m. (Vancouver time) for the following purposes:

1. to receive and consider the audited financial statements of the Corporation for the fiscal year ended March 31, 2008, together with the report of the auditors thereon;
2. to determine the number of directors at five for the ensuing year;
3. to elect the directors for the ensuing year;
4. to appoint auditors and to authorize the directors to fix their remuneration;
5. to re-approve the Corporation’s existing Stock Option Plan;
6. to approve an amendment of the Corporation’s articles of incorporation to extend the indemnity currently offered to directors, alternate directors and former directors to officers and former officers of the Corporation;
7. to approve delisting of the Corporation’s shares from the Alternative Investment Market of the London Stock Exchange; and
8. to transact such further or other business as may properly come before the meeting or any adjournment or adjournments thereof.

This notice is accompanied by a form of proxy, a management information circular, a management’s discussion and analysis and the audited financial statements of the Corporation for the fiscal year ended March 31, 2008. Shareholders who are unable to attend the meeting in person are requested to complete, date, sign and return the enclosed form of proxy so that as large a representation as possible may be had at the meeting.

DATED at Vancouver, British Columbia this 24th day of July, 2008.

BY ORDER OF THE BOARD

(signed) “Peter Miles”

Peter L. Miles
Chief Executive Officer and Director