

To: Jeffrey Epstein[jeevacation@gmail.com]
From: Rich Kahn
Sent: Tue 12/21/2010 9:46:12 PM
Subject: New Tax Law
IYI 2010 Tax Relief Act_06.pdf

Attached are some of highlights of the new tax law

What is most interesting for you is that the new gift tax exemption has increased from 1,000,000 to 5,000,000. We were paying tax over the last few years since we had given over 1,000,000 in gifts over your lifetime.

However for 2011 and 2012 any gifts that we normally pay gift tax on (2010 rate 35%) will go against your new exemption of 5,000,000 and no tax will be due as long as less than 4,000,000 is gifted in total over both years.

Rich Kahn

HBRK Associates Inc.

301 East 66th Street, Suite 10F

New York, NY 10065

tel 212 668 1011

fax

cell

.