

To: jeevacation@gmail.com[jeevacation@gmail.com]; Jeffrey Epstein[jeevacation@gmail.com]
From: drsra
Sent: Thur 11/3/2011 1:46:50 AM
Subject: Re:

What worries me is getting a 1099 for \$1.6 million in forgiveness of debt income against me personally. That would bankrupt me and make it impossible for me to ever dig myself out. Am trying to figure out a way to get out from under. If a transfer of Hardman stock does not insulate me from a 1099, I will strike that paragraph and pay the \$60,000.00 for the same releases as Mike.

--- On **Wed, 11/2/11, Jeffrey Epstein <jeevacation@gmail.com>** wrote:

From: Jeffrey Epstein <jeevacation@gmail.com>
Subject: Re:
To: "drsra" <[REDACTED]>
Date: Wednesday, November 2, 2011, 9:08 PM

pay the 60k. and work out the tax details later.. you will have a fraud loss greater than your tax . get a full settlement and release. I willl hep with the nexgt step.

On Wed, Nov 2, 2011 at 8:25 PM, drsra <[REDACTED]> wrote:

Here is the latest concern. I don't know who wants me to transfer my Hardman Development stock back to Mike Hardman. My CPA says that does not eliminate my tax liability for the period during which I owned the stock. Worse, I will not be entitled to the tax returns on which the loss will be filed. My Tax lawyer found a case that shows I can't have the 1099 Forgiveness of Debt Income liability paassed on to me by the S Corp, but I would be entitled to claim the losses against future capital gains. He says it would be substantial and help recoup my lost money in tax savings. If I transter the stock then I will not have access to Hardman Development Tax Returns and therefore will get screwed out of the loss, but may get a personal 1099 and hammered by the IRS that way. I have to find out waht all this means,

My tax lawyer (who is a close friend, by the way), says the Bank doesn't realize the mess they have stepped into and he feels confident that they cannot prevail in a lawsuit for deficiency judgment. I think I may go talk to Kranz with my tax lawyer, who Kranz knows and let the lawyer tell him everything to see how he reacts. Thoughts?

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Jeffrey Epstein

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