

From: Tazia Smith [REDACTED]
Sent: 3/3/2014 2:33:23 PM
To: [REDACTED]
CC: Paul Morris [REDACTED]; Vahe Stepanian [REDACTED]
Subject: Fw: Healthcare (Foundation Medical update + Basket) [C]

Classification: Confidential

Hi Rich - 2 of 3 here

----- Forwarded by Tazia Smith [REDACTED] on 03/03/2014 02:33 PM -----

From: Tazia Smith [REDACTED]
To: jeevacation@gmail.com,
Cc: [REDACTED], Nav Gupta [REDACTED], Paul Morris [REDACTED]
Date: 03/03/2014 02:17 PM
Subject: Healthcare (Foundation Medical update + Basket) [C]

Classification: Confidential

** Prepared exclusively for Jeffrey Epstein - KCP US **

Jeffrey -

Your **Foundation Medical (FMI)** is down ~6% (bigger than expected 4Q loss last week, but inline forward guidance); recall you're long 25k shares at \$27.50, stock is presently \$33.58 (chart below). Consider adding on weakness (or take your ~\$150k gain if your view has changed).

The rest of your Healthcare basket is down an average of ~1.5%. We know you're bullish on the group and its recent positive momentum - your basket below, consider adding a leg here:

Healthcare			Original	Modified	Current	Total
Equity	Bristol Myers (BMY)		\$ 2.50	\$ 2.00		\$ 2.00
	Pfizer (PFE)		\$ 2.50	\$ 2.00		\$ 2.00
	Merck (MRK)		\$ 2.50	\$ 2.00		\$ 2.00
	Valeant (VRX)		\$ 1.50	\$ 1.00		\$ 1.00
	Actavis (ACT)		\$ 1.50	\$ 1.00		\$ 1.00
	Gilead (GILD)		\$ 1.50	\$ 1.10	\$ 0.40	\$ 1.50
	Mylan (MYL)		\$ 1.00	\$ 1.00		\$ 1.00
	Endo Health (ENDP)		\$ 1.00	\$ 1.00		\$ 1.00
	HCA Holdings (HCA)		\$ 0.50	\$ 1.00		\$ 1.00
	Rite Aid (RAD)		\$ 0.50	\$ 0.50		\$ 0.50
	Foundation Medical (FMI)				\$ 0.70	\$ 0.70
	Ariad (ARIA)				\$ 0.10	\$ 0.10
	Sangamo Biosciences (SGMO)				\$ 1.00	\$ 1.00
	Biogen (BIIB)			\$ 0.50	\$ 0.60	\$ 1.10
	Agerion (AEGR)			\$ 0.50		\$ 0.50
	CVS Caremark (CVS)			\$ 1.00		\$ 1.00
	Healthcare Sub Total		\$ 15.00	\$ 14.60	\$ 2.80	\$ 17.40