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**From:** Barrett, Paul S [REDACTED]  
**Sent:** Monday, February 13, 2012 4:02 PM  
**To:** jeffrey epstein  
**Subject:** RE: SP500 Notes

Tried calling. When will you be free?

Paul Barrett, CFA  
Managing Director  
Global Investment Opportunities Group  
IPMorgan Private Bank  
[REDACTED]

**From:** jeffrey epstein [mailto:jeevacation@gmail.com]  
**Sent:** Friday, February 10, 2012 3:32 PM  
**To:** Barrett, Paul S  
**Subject:** Re: SP500 Notes

Talk to monday

Sorry for all the typos .Sent from my iPhone

On Feb 10, 2012, at 4:00 PM, "Barrett, Paul S" [REDACTED] wrote:  
Hi Jeffrey

We have 2 S&P500 notes.

- \$5mm of a note expiring 20Jun12 with a buffer from 1256 down to 930. This pays the greater of the upside or a 0% coupon.
- \$2mm of a note expiring 07Feb13 with a buffer from 1260 down to 945. This pays the greater of the upside or a 6.25% coupon.

I think we should consider unwinding the \$5MM structure, locking in the profits and resetting into a new note with either:

- A. 15 month market plus that pays the greater of 0% or the upside of the stock with a 75% (so protected from 1340 down 1005) buffer with daily barrier observations OR

B. A dual directional note that has upside exposure between 1340 and 1535 and upside exposure from 1340 down to 1072 (so if the market is down 15% from here, you make 15%). If 1072 trades in the next 12 months you are long at 1340 and would be down 20%.

C. Optimal entry note which gives you 2x leverage capped at 6.5% but your starting point is the lowest closing point of the S&P over the next 2 months. 15 months maturity.

Paul

Paul Barrett, CFA  
Managing Director  
Global Investment Opportunities Group  
JPMorgan Private Bank

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