

From: Jennie Enterprise <[REDACTED]>

To: Jeffrey Epstein <Jeevacation@gmail.com>

Subject: Fwd: Debt Treatment, NOL's and Revised Pro-Forma Balance Sheet

Date: Sun, 21 Feb 2016 20:41:25 +0000

Attachments: Cancellation_of_Debt_-_RFR_-_FM_Debt_Analysis-updated_2.16.16.xlsx; CORE_-Pro-Forma_Balance_Sheet_-_Revised_2.16.16.pdf

Inline-Images: EWLarg2.jpg; image001.png

juts fyi



CORE: Jennie Enterprise |
@dandenterprise | Founder & Chairman | 66 East 55th Street New York NY 10022 | Main:

www.coreaccess.net |

Begin forwarded message:

From: Daniel Rabia <Daniel.Rabia@coreaccess.net>

Subject: Debt Treatment, NOL's and Revised Pro-Forma Balance Sheet

Date: February 18, 2016 at 9:08:03 PM EST

To: Russell Stein <[REDACTED]>

Cc: Nicholas Dykstra <[REDACTED]>, Max Cole <[REDACTED]>, "Cori Flanders" <[REDACTED]>, Jennie Enterprise <[REDACTED]>

Hi Russ,

We had a call with our accounting and tax parties and with respect to COD and the debt treatment of both the rent forbearance event and the FM notes. The attached debt table and revised pro-forma balance sheet reflect the following:

- a. TCCI can report 100% of the CODI on the AES debt and RFD rent in the period before the purchase of RFD's interests, and allocate this CODI to all current members including RFD by requiring the closing of the books method of accounting in the Purchase and Sale Agreement and by using that method of accounting. TCCI is not required to delay the recognition of CODI on the RFD rent until the rent nonpayment and bankruptcy conditions expire, because these conditions are contingent and within TCCI's control.
- b. We have negotiated settlements with the members holding about \$22,000,000 of the \$26,000,000 of Founder's Debt. More may be completed before the closing of this transaction. TCCI can recognize this CODI in the period before the purchase of RFD's interests, and allocate the CODI to all current members including RFD by using the closing of the books method of accounting. This means that most of the CODI will be recognized by the current shareholders, including RFD. The CODI recognized by RFD before the closing of this transaction will not be required to be recognized by Jennie Enterprise and the Investor afterwards. Some Founder's Debt will remain, but a relatively small portion.

The deal documents and the structure chart will be sent to you and the team tomorrow.

We hope this addresses your concern with respect to the COD issues and are available to review further.

Kind Regards,

Daniel

CORE: | Daniel Rabia | Chief Financial Officer & General Manager | 66 East 55th Street, New York NY 10022

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CORE: twitter is now live! Keep up to date on everything CORE: at [@coreclub](#)

CORE: upcoming events

Performance [MIND TRAVEL](#) Murray Hidary | February 4th, 6:30pm

Screening [Don't Stop Believin'-Everyman's Journey](#) | February 5, 9:00pm

Screening [Super Bowl 50 Tailgate Viewing Party](#) | February 7, 6:00pm

Conversation [Stroke of Genius: An Evening with Dr. John Krakauer](#) How Video Gaming and Robotics May Promote Stroke Recovery Union Society | February 8, 6:00pm

Art/Conversation [A Chinese New Year Celebration: Year of the Monkey](#) Featuring Artist Kelly Jiayi Wang | February 8, 6:30pm

Conversation [A Climate of Innovation](#) Hosted by The Nature Conservancy | February 9, 6:00pm

Art [The Armory Show](#) VIP Access: | March 02, 6:00pm

Space is limited. For reservations/info call 212-486-6600 or reservations@coreaccess.net

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