



2221 SMITHTOWN AVENUE, LONG ISLAND MACARTHUR AIRPORT, RONKONKOMA, NEW YORK 11779

www.intljet.com

March 6, 2012

Mr. Jeffrey Epstein  
**Hyperion Air**  
3800 Southern Blvd, Suite 204  
West Palm Beach, FL 33406

## Gulfstream IV s/n 1030 Refurbishment

Dear Jeffrey,

We have reviewed the photo's of GIV s/n 1030 and discussed the potential work scope with Larry.

Personally, at this point I am not convinced that a partial refurbishment of this aircraft will meet your expectations based upon your level of aesthetic taste and design detail.

I thought it would be helpful to you if I presented three illustrations – the first one “as requested”. The second one is the direction I see you in and the third one which includes a few more options.

We are starting the modification and refurbishment of GIV s/n 1171 (fwd galley aircraft) which my client just closed on a week ago. The aircraft has 5,933 Total Time with 2,982 Landings. I was told by the broker it sold for just above \$7M.

My client is investing \$1.8M in his refurbishment with us. We discussed his strategy and he told me that he was originally looking at GIVsp's in the \$12M range that all needed paint, interior, wi-fi, satcom, etc. and he could not find one with the floor plan he really wanted. He told me that the IV market was undervalued by comparison and gave him everything that he needed; allowing him to have the type of aircraft features that he really wanted.

Jeffrey, I am not “selling” you. I know you for a long time and when I think about how passionate you were creating the S76C++ and what we produced for you, it is hard for me to imagine that you will be satisfied and enjoy living with a partial refurbishment for the next 7+ years.

If your view towards this aircraft is different, then please accept my humble apology for assuming such.

Warm Regards,

A handwritten signature in black ink, appearing to be 'Eric', with a long horizontal line extending to the right.

Eric

EHR/ar

EFTA01105604

**Budgetary Costs**

\$ 325,000 - \$ 350,000

\$ 12,000 - \$ 14,000

\$ 45,000 - \$ 65,000

**\$ 382,000 - \$ 429,000**

**Option 1**

Fireblock & reupholster main cabin seats & divans, replace carpet, recover lower side panels, headliner and PSU's. Modifications to include removing mid cabin bulkhead, modify headliner and PSU's to coordinate with bulkhead removal and floor plan change. Replace aft R/H divan with single seat and table/ledge/lower side wall, replace aft L/H divan with full berthing divan. Modify credenza.

Modify aft window line area – Install two "dummy" shades  
Metal Plating (does not include cabin management switches)

**Budgetary Totals**

**Budgetary Costs**

\$ 325,000 - \$ 350,000

\$ 12,000 - \$ 14,000

\$ 45,000 - \$ 65,000

**\$ 110,000 - \$ 150,000**

\$ 35,000 - \$ 65,000

**\$ 275,000 - \$ 350,000**

**\$ 802,000 - \$ 994,000**

**Option 2**

Fireblock & reupholster main cabin seats & divans, replace carpet, recover lower side panels, headliner and PSU's. Modifications to include removing mid cabin bulkhead, modify headliner and PSU's to coordinate with bulkhead removal and floor plan change. Replace aft R/H divan with single seat and table/ledge/lower side wall, replace aft L/H divan with full berthing divan. Modify credenza.

Modify aft window line area – Install two "dummy" shades  
Metal Plating (does not include cabin management switches)

Complete the remainder to include all "soft goods"  
Replace L/H & R/H tables & mechanisms and tables with new  
Replace veneer and hardwood throughout, high build finish

**Budgetary Total**

**Budgetary Costs**

\$ 325,000 - \$ 350,000

\$ 12,000 - \$ 14,000

\$ 45,000 - \$ 65,000

**\$ 110,000 - \$ 150,000**

\$ 35,000 - \$ 65,000

**\$ 275,000 - \$ 350,000**

**\$ 145,000 - \$ 160,000**

**\$ 290,000 - \$ 305,000**

**\$ 38,000 - \$ 88,000**

**\$1,275,000 - \$1,574,000**

**Option 3**

Fireblock & reupholster main cabin seats & divans, replace carpet, recover lower side panels, headliner and PSU's. Modifications to include removing mid cabin bulkhead, modify headliner and PSU's to coordinate with bulkhead removal and floor plan change. Replace aft R/H divan with single seat and table/ledge/lower side wall, replace aft L/H divan with full berthing divan. Modify credenza.

Modify aft window line area – Install two "dummy" shades  
Metal Plating (does not include cabin management switches)

Complete the remainder to include all "soft goods"  
Replace L/H & R/H tables & mechanisms and tables with new  
Replace veneer and hardwood throughout, high build finish  
Aviator 350 Swift Broadband Hi Speed Internet US / International  
New style composite headliner, PSU's  
One piece look window line panels (depends upon shade assy.)

**Budgetary Total**