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Investor Alert

The Tax Relief, Unemployment Insurance Reauthorization, and Job Creation Act of 2010, signed into law by President Obama on December 17, 2010, provides a tax break under Section 1202 of the IRC for persons that purchase stock in a regular corporation (C-Corp only) that is engaged in an active, qualified trade or business, with assets of \$50 million or less. Investment must be completed before January 1, 2012 and held for more than five (5) years before selling the stock. Subject to certain conditions, the gain on the sale of stock can be excluded 100% from an individual's taxable income (an alternative taxable income) for up to \$10 million or 10 times your basis, whichever is greater per taxpayer.

Investors have 2011 to incorporate a new business venture, or issue new stock in an existing business, to take advantage of this tax savings opportunity.

Gregory D. Seeley
GDSeeley@sseg-law.com - 216-566-8200
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