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TaxLogic provides a prompt, professional, personal, one-on-one tax preparation from the comfort of your home. We are competitively priced and offer a lot of additional information on our web site - <http://www.taxlogic.com>

To our valued clients:

Friday January 10th, 2003 is the first day this year that tax returns can be filed electronically with Internal Revenue Service. Not all the states are ready for electronic filing - but they should be on line in the coming 10 days.

Remember that the sooner you get online and update your 2002 earnings and expense information, the sooner we can arrange to get a direct deposit from the US Treasury and the states into your bank account.

As in past years the information will be carried over from the prior year and you will just have to update the information. Make sure you check that dependent information and addresses are correct. If your marital status or dependents have changed in 2002 please make sure that you make those updates.

As it is the second week of the New Year, how about reviewing your New Years Resolutions and think about these:

- a) Eliminate debt - with an uncertain economy, carrying 18% credit card debt can crimp other investment options. At the top of your financial "to do list" should be paying off those unsecured high interest rate lines of credit and credit cards.
- b) Create an emergency cash fund over the next 12 months of 3 - 6 months of living expenses (food, mortgage, insurance, etc).
- c) Make an extra mortgage payment - build equity in your primary residence.
- d) Make a retirement account contribution, through work, (SIMPLE, 401K etc) or IRA's. If you are uncomfortable in the stock market consider at least parking your retirement funds in a cash account that all IRA's offer.
- e) If you don't own real estate consider buying a rental property or if you are renting consider buying your first home. Real estate is still part of a well-diversified investment portfolio.

In the next few weeks, we will be adding new features that may interest you.

The first is a Personal Data Book. This is one place where you will be able to store all your information in one place. It maintains in one place the location of your will, bank information, real estate holdings, funeral arrangements etc. This is something that most put off until it's too late - but our format is user friendly and updating it each tax season will make the job less onerous.

The second new product will enable you to maintain in one place all of your medical and charitable contributions. We are building on an old product, the "tax wallet", and making it more intuitive. You will be able to enter all receipts, cash, credit card and checks for medical bills, dental and prescriptions.

<http://www.taxlogic.com>

Services we offer:

- Personal Income Tax Preparation
- Year-round Personal Financial Consultation
- Corporate Federal and State Preparation
- QuickBooks® Consulting
- Annual Minutes for your company
- Internet based Bookkeeping course
- Internet based Payroll Preparation Service