L. A. McNALLEY
ATTORNEY AT LAW
MINNEAPOLIS, KANSAS

October thirty-one, 1940.

Mr. Dolph Simons,
722 Massachusetts Street,
Lawrence, Kansas.

Dear Dolph:

Your letter at hand regarding the J. C. Gafford Estate.

My records show that on July 9th, 1936 I purchased a one-half interest in this claim for $1250.00. In connection with the claim there is additional expense to me which made the investment amount to $1450.20. I included as part of the expense of looking after this claim the expense of the trip to California in June, 1937 in the sum of $155.00. I doubt if you have this in your account of the profit.

My records show that I received on November 24th, 1939 $2429.73 which left a net profit of $979.53. I listed this property as an investment under long term capital gains and losses and took advantage of the privilege of reducing by 50% the gain. This gave me a taxable income on the investment of $489.77.

This is the full record that I have on the matter and as I considered this a capital investment at the time I purchased this one-half interest from you I have entered it on my tax return in this matter.

Yours very truly,

L. A. McNalley

L. A. McNalley,
Attorney at Law.

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