



# COLE SCHOTZ

COLE, SCHOTZ, MEISEL, FORMAN & LEONARD, P.A.

A Professional Corporation

---

## SPRING 2006

---

**Robert Dowd** (Member, Litigation) obtained a \$225,000 settlement of claim brought under the New Jersey Fraudulent Transfer Act against the sole member of a Colorado limited liability company that had defaulted on promissory notes signed in favor of the firm's clients. The settlement was obtained after discovery successfully revealed substantial asset transfers from the limited liability company to its principal. Although the principal claimed that these transfers were simply repayments of debts owed to him by the limited liability company, he agreed to a settlement requiring his individual payment of a sum that exceeded the principal amount of the original debt owed by the limited liability company.