

In-Silico Scientifics Inc

175 Irving Pl
Basking Ridge, NJ 07920-3082

May 24, 2004

Letter of Comment No: 6481
File Reference: 1102-100

Robert H. Herz, Chairman
Order Department, Financial Accounting Standards Board
401 Merritt 7, P.O. Box 5116
Norwalk, CT 06856-5116

Director of Major Projects—File Reference No. 1102-100

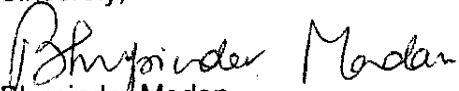
Dear Chairman Robert H. Herz:

I believe the mandatory expensing of stock options is a serious mistake. Small business owners cherish the flexibility to compensate their employees as they see fit. This is a freedom that has allowed for the continued success of the small business in the United States. Let's not tamper with a good thing.

In today's economy, the market for highly-qualified, highly-skilled people is always a seller's market. A company's ability to offer employee stock option plans is an irreplaceable resource when it comes to landing their share of these sought-after recruits. They would be placed at a terrible recruiting disadvantage if they couldn't offer stock options. Please don't take that tool away from small businesses.

Look, I sincerely believe mandatory expensing would be a step backwards and lead to accounting chaos. That's why I think mandatory expensing of stock options needs to be shelved if small businesses are going to continue to be the main employer and engine of the economy.

Sincerely,


Bhupinder Madan

P.S.: I feel that the ~~con~~ startup companies in the field of nanotechnology and similar high tech fields need the flexibility to offer stock options to its employees in order to inspire them.