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From:

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Sent: Wednesday, April 21, 2004 7:15 PM

To:

Director - FASB

Cc:

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Subject:

File Reference No. 1102-100, addressed to Chairman Robert H. Herz

Letter of Comment No: 1319 File Reference: 1102-100

Chairman Herz.

Thank you for taking out your time to read this message.

In regards to expensing stock options, I believe that it is a terrible idea that the FASB has taken this course. As you may know, the stock market is volatile as to attempting to value these options is impossible. As such, why bother to estimate a number and place it on the income statement when in fact it is a number that is not stagnate. It diffuses the purpose of creating transparency reporting. Furthermore, companies do report this expense as a footnote.

In addition, stock options play a huge part in compensation. By expensing stock options, fewer employees will receive them, disposable income will decrease, consumer confidence will fall, and thus leading to layoffs. What is the result there are more people out of work.

Again thanks for your time

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