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Letter of Comment No: 2679
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From: dauci@holliseden.com
Sent: Friday, May 21, 2004 6:11 AM
To: Director - FASB
Cc: Tcampbell@holliseden.com
Subject: Requiring public companies to expense stock options

Dear Sir or Madam,

I am writing to express my opinion about a proposed accounting change that has been made by the Financial Accounting Standards Board. This proposal would require all public companies to expense stock options. I am very much against this bad idea.

The actual expensing is a problem for all public companies and this alone may cause many companies to quit giving employees options. The other problem is with the model that is required to be used in determining the expense of the options. The model is very complicated and expensive to administer.

If this proposal passes, options will disappear across America for anyone that is not an executive. Large companies have already started this trend, with new companies announcing it regularly.

Please stop this bad idea.

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