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From: Sent: To: Omar Del Rio [Omar.Delrio@Sun.COM] Tuesday, June 01, 2004 1:28 PM

Director - FASB

Subject:

File Reference No. 1102-100

Letter of Comment No: 2887 File Reference: 1102-100

Dear Sir,

I am sending this letter to register my strong opposition to the FASB proposal to mandate expensing stock options.

The premise that stock options are an "expense" to the company is insane and the board responsible for governing sound accounting principles should know that. Dilution is the issue and already accounted for in the financial statements, both diluted and undiluted figures. How does expensing stock options at an unknown price address that?

Several letters have been written postulating the potential ramifications of moving forward with this plan so I see no need to add to them. I simply want to state, companies may find new ways to compensate employees thus reduce some level of dilution but it will come at the cost of employee ownership and motivation, but they will still be able to dilute shareholder value through the countless other capital transactions available to them.

Let's find a real solution rather than just create more bureaucratic non-sense.

Sincerely, Omar Del Rio

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