Letter of Comment No: A
File Reference: 1240-001

----Original Message----

From: Rosanna O'Guynn [mailto:r_o_guynn91@hotmail.com]

Sent: Thursday, November 17, 2005 4:14 PM

To: Director - FASB

Subject: File Reference No. 1240-001"Extinguishment of a Liability Is Assumes Proceeds"

No I do not agree: No Liability within a business operation that generates revenues or profit. Should be allowed liability due to neglect of productivity; to be included into the computation of incremental shares. This unofficial implementation would further enable manipulation of fraudulent financial reporting activities . The proposal terminology of treasury stock is an avenue for a corporation to become less responsible for effective and concise budgetary cost strategy.

If a liability computation balance is due from uncollected receivable or unsold inventory etc. Then how could you assume unearned revenue, to be a part of the average share price during a specific reporting period. Therefore, EPS would not be the define cost for current assets of a company. Because, you would be allowed Liabilities amount as an additional value. The purpose for dilutive, is that it helps measure to a section extent; through computation what the pricing should be when determining treasury stock. Therefore, if dilutive was taken away there would be no Liquidity of reporting for a company or Corporation for financial reporting purposes!