

**Berg, Kathleen**

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**From:** Dave [qxforeman@yahoo.com]  
**Sent:** Friday, April 09, 2004 9:51 AM  
**To:** RegComments@OFHEO.gov  
**Cc:** Jeff Foreman  
**Subject:** 1\_CorpGov RIN 2550-AA24

re: reference RIN 2550-AA24

To: Alfred M. Pollard, General Counsel  
OFHEO

Dear Atty Pollard,

As a shareholder of Freddie Mac and as an owner of single family rental properties in Philadelphia I fully support your efforts to hold Fannie and Freddie to the highest standards of corporate governance, financial accounting standards and Management Compensation. As a shareholder I know that these companies have opportunities to make plenty of money without recklessly endangering the capital that I have invested in them. As an investor in real estate I am primarily interested in having access to a stable mortgage market. The pay packages at Fannie Mae are obscenely excessive and are structured in a way as to promote reckless accounting and excessive risk. If management wants to be rewarded for their efforts they can do as I do — they can purchase and hold the stocks of these companies and receive dividends.

Running a massive financial institution that dominates the largest mortgage market in the world requires a strong regulator who will control the selfish impulses of CEO's toward personal gain.

I am very aware that these two companies are a government sponsored duopoly, they have built in tax advantages and capital advantages that make them highly profitable. I am sure that there are no shortage of people willing to manage these companies or serve as directors. I cannot understand why current management resists stronger regulations unless they are concerned primarily for their own financial gain at the expense of shareholders and the public.

I urge you to seek to replace any CEO who resists these simple safeguards that you have proposed.

I applaud your efforts to reign in the reckless accounting and compensation schemes at Fannie Mae and Freddie Mac. Fannie Mae is being run recklessly with lopsided hedging, obtuse accounting excessively short sighted compensation schemes.

4/9/2004

Shareholders own these companies and we want a sound conservative management structure and conservative accounting. The measures you propose will only strengthen the companies and make them more valuable to shareholders.

Keep up the good work and do not fear the powerful CEOs of these companies who use shareholder money to further their own greedy purposes.

David S. Foreman  
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