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**From:** Th Simpson [mailto:thsimpson10@yahoo.com]  
**Sent:** Thursday, March 26, 2009 12:55 PM  
**To:** LLPComments  
**Subject:** legacy loans

Thank you for taking comments.

First comment: To call these loans "legacy" loans, is simply wrong. It is just a cheery word to make one think they are getting something of value when in effect there is NO value established. These should be called "buy at your own risk" loans, or "garbage loans."

Second....this is nothing more than the Gov. not wanting their association tied to these loans. So you contrived a fancy "money laundering" scheme to circle this money thru "investors" of all sorts. It will be interesting to see if your transparency will follow the bookkeeping on this one.

A mortgage has NO value if the home has no value. A value is established thru an appraisal or someone pays an amount for that home. You have chosen the second course to have someone purchase said garbage loans thus establishing a value. NO doubt a heavily discounted value. Why not simply control the values by controlling the appraisals on all the garbage loans. Take the appraisals back to a level of recovery in 5yrs....By taking the appraisals back to a value of 2 yrs ago....homeowners can now qualify for a loan because their loan to value falls within the prudent guidelines....the difference can go on the back of a new loan or the Gov. can pay a portion if the homeowner qualifies and makes payments over the life of the loan.....

In order to do this the Gov would have to recognize what the word Prudent means. And since we have seen the results of Fannie and Freddie and the role the bank and finance committees played in this fiasco, I doubt that you will be able to pull this off without so much cronyism and outright theft. It will make your eyes bleed.

In order to proceed with a plan....you must recognize why the previous plan failed. Not only have we not done this, the same Senators, CEO's of Fannie and Freddie, and lobbyists, have not been removed from committee. And our own secretary of treasury cheated on his taxes and we are supposed to believe that things are gonna go right. I see people that own businesses and run corporations threatened with their very lives, while Congress has yet to admit their mistakes and remove themselves from office.

Senator Schummer caused a run on Indy Mac Bank, and you did nothing. The banking system under the FDIC has done nothing to let seniors know that their bank funds were only covered for \$100,000 per single acct. until this crisis.

We have a simple business model to follow and yet the banking and finance Committee cannot do what I do every day in business. If you change a rule of how things are done,

Ask yourself, what other departments does it affect, how does it affect all the costs, and who will it affect differently.

Had you done that and if you would do that now.....you just may have a chance.

If I sound cynical, I am. My Government let me down and now is putting

its fingers on everything trying to control me when you are out of control, out of touch, and

way to big.

In the business community, if I mismanage my business, I go bankrupt.

I brush myself off and start again.

In your world, to save your cronies, you have created a "too big too fail"

And save the poor by giving them something they cannot possibly support.

If you do anything, for Gods sake, remember no one is too big to" FALL".

Because Gov. does not believe that.... you are doomed to "FAIL"

Good luck as my grandchild will be paying for your fiasco as long as he lives.

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