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HARDEMAN & SIMON, P.A.
Attorneys At Law

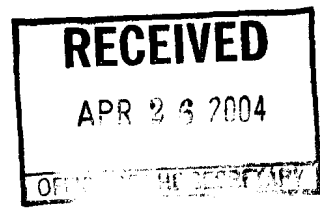
DONALD W. HARDEMAN, JR.
MICHAEL SIMON
MARCO A. SALAZAR

TWO DATRAN CENTER, SUITE 1209
9130 SOUTH DADELAND BOULEVARD
MIAMI, FLORIDA 33156-7858
TEL: (305) 670-2013
FAX: (305) 670-2097

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S7-06-04

Jonathan G. Katz, Secretary
U.S. Securities and Exchange Commission
450 Fifth Street, N.W.
Washington, D.C. 20549-0609



RE: Rule Comments

Dear Mr. Katz:

Since it took me six months to track down everything that went wrong with my investments, most of which related to breakpoints not being given properly, I am thrilled that the SEC is redoing the mutual-fund forms to require disclosures to investors that will give them the information needed. However, while I think the information and the format used certainly satisfy the ethical and moral obligations of necessary disclosures, the forms are not very "user friendly." I have the following comments to make in that regard.

1. I do not have a problem with the information that is given in the examples that I received. I do think that the language is a little erudite and presumes a certain level of expertise. Because I am an attorney and have spent the last two years investigating and bringing suit against the person and entities that caused my monetary damages, I understand what is trying to be conveyed. However, I do not think I would have understood the complexities two years ago. You need to have someone sit down with a person that has not been in the investment field and ask them if they can explain the contents.
2. The forms themselves should be much more basic and simplistic. The information should be contained in an easy-to-read format. I am enclosing a copy of one of sales confirmations which I received on a regular basis. While I have a problem with the lack of information and the deceptiveness of having a box labeled "commissions" which is always filled in "0" (and no corresponding box labeled "loads") and there is no indication of the net selling price (NAV) and the

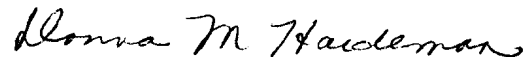
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selling price which includes the loads charged (POP), the format is clean and straightforward. A similar format should be used and asterisks or footnotes could be used to give more complete information underneath. The basic problem here is that the information reads like a prospectus and most investors are not going to take the time and trouble to read through all the information. However, if a simplistic form has a box labeled "sales charge" or "commissions" or "loads" as an example, and then has an asterisk showing that the explanation is provided if desired, I believe that most people would have a better chance of understanding what they are getting into.

3. I also think that a signature line is needed to show that the information was actually given to the investor. Perhaps a placement of the investor's initials next to the most "troublesome" disclosures would be warranted.

I hope that my comments and suggestions have been of some help in your quest to find a better vehicle to provide much-needed disclosure information to future investors. I applaud your efforts.

Sincerely yours,



Donna M. Hardeman

Enc.
