

UNITED STATES DISTRICT COURT
DISTRICT OF COLUMBIA

<hr/> In re Federal National Mortgage Association Securities, Derivative, and “ERISA” Litigation <hr/>)	
)	MDL No. 1668
)	
<hr/> In Re Fannie Mae Securities Litigation <hr/>)	Consolidated Civil Action No.: 1:04-CV-01639
)	Judge Richard J. Leon
)	

NOTICE OF PROCEEDING

This is to advise the Court of a disciplinary proceeding involving Stanley M. Chesley, a member of the law firm Waite, Schneider, Bayless & Chesley Co., L.P.A., Lead Counsel for Lead Plaintiffs and the class in this action. In Kentucky Bar Association v. Stanley M. Chesley, KBA File 13785, Kentucky Bar Counsel alleges that Mr. Chesley has been responsible for unethical conduct in the case of Guard v. American Home Products. In a preliminary proceeding, a trial commissioner has recommended that Mr. Chesley be disbarred in Kentucky. However, that is only a preliminary recommendation. The matter will now proceed to a hearing before the Board of Governors of the Kentucky Bar Association, and may then be reviewed by the Supreme Court of Kentucky.¹ Mr. Chesley, who has been practicing law primarily in Ohio and many other federal and state courts for fifty years without any bar discipline, is vigorously contesting this matter.

The Ohio Attorney General has been advised of the matter.

If the Court desires any further information on this proceeding, Lead Counsel will provide it.

¹ If any discipline is imposed in the proceeding, Lead Counsel will advise the Court in compliance with District of Columbia Local Rule 83.15(b)(2).

Respectfully submitted,

ATTORNEY GENERAL FOR
THE STATE OF OHIO MIKE DEWINE

WAITE, SCHNEIDER, BAYLESS & CHESLEY CO.,
L.P.A.

s/ Stanley M. Chesley

Stanley M. Chesley

s/ James R. Cummins

James R. Cummins (D.C. Bar #OH0010)

1513 Fourth & Vine Tower

One West Fourth Street

Cincinnati, Ohio 45202

Telephone: (513) 621-0267

Facsimile: (513) 621-0262

E-mail: stanchesley@wsbclaw.com

E-mail: jcummins@wsbclaw.com

*Special Counsel for the Attorney General of Ohio
and Lead Counsel for Lead Plaintiffs*

BERNSTEIN LIEBHARD LLP

Jeffrey Lerner

10 East 40th Street

New York, New York 10016

Telephone: (212) 779-1414

Facsimile: (202) 298-7678

Email: lerner@bernlieb.com

*Special Counsel for the Attorney General of Ohio
and Co-Lead Counsel for Lead Plaintiffs*

COHEN MILSTEIN SELLERS & TOLL PLLC

Daniel S. Sommers (DC Bar #416549)

Matthew K. Handley (DC Bar #489946)

1100 New York Avenue, N.W.

Washington, D.C. 20005

Telephone: (202) 408-4600

Facsimile: (202) 408-4699

dsommers@cohenmilstein.com

Local Counsel for Lead Plaintiffs

CERTIFICATE OF SERVICE

I certify that on April 29, 2011 (i) I electronically filed the foregoing with the Clerk of Court using the CM/ECF system, which will send notification of such filing to counsel of record in this matter who are registered on the CM/ECF, and (ii) service was accomplished on any counsel of record not registered through the CM/ECF system via regular U.S. mail.

/s/ James R. Cummins
James R. Cummins (D.C. Bar #OH0010)

35331