

BOYER & COMPANY

A Professional Association

Certified Public Accountants

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INDEPENDENT AUDITOR'S REPORT ON THE FINANCIAL STATEMENTS

Board of Directors
Polar Investment Counsel, Inc.
A Wholly Owned Subsidiary of Kodiak Group, Inc.
Thief River Falls, MN

We have audited the accompanying balance sheet of Polar Investment Counsel, Inc. A Wholly Owned Subsidiary of Kodiak Group, Inc., as of June 30, 2011, and the related statements of operations, stockholder's equity and cash flow for the year then ended. The financial statements are the responsibility of management. Our responsibility is to express an opinion on the financial statements based on our audit.

We conducted our audit in accordance with auditing standards generally accepted in the United States of America. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.

In our opinion, the financial statements referred to above presents fairly, in all material respects, the financial position of Polar Investment Counsel, Inc. A Wholly Owned Subsidiary of Kodiak Group, Inc., as of June 30, 2011, and the results of operations and cash flow for the year then ended, in conformity with accounting principles generally accepted in the United States of America.

Boyer & Company

August 11, 2011

POLAR INVESTMENT COUNSEL, INC
A WHOLLY OWNED SUBSIDIARY OF KODIAK GROUP, INC.
BALANCE SHEET
JUNE 30, 2011

ASSETS

Cash and Cash Equivalents	\$ 129,737
Receivables From Broker/Dealers	<u>145,025</u>
 TOTAL ASSETS	 <u>\$ 274,762</u>

LIABILITIES AND SHAREHOLDER'S EQUITY

LIABILITIES

Accounts Payable	\$ 1,340
Payable to Affiliate	18,000
Commissions Payable	<u>147,020</u>
 Total Liabilities	 <u>166,360</u>

STOCKHOLDER'S EQUITY

Common Stock, No Par Value, 9,000 Shares Authorized, 100 Shares Issued and Outstanding	25,000
Additional Paid in Capital	67,384
Retained Earnings	<u>16,018</u>
 Total Stockholder's Equity	 <u>108,402</u>

TOTAL LIABILITIES AND SHAREHOLDER'S EQUITY	<u>\$ 274,762</u>
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