



The Polar Letter

Issue Dated 6-6-11

MANY DON'T UNDERSTAND THE ENORMITY OF OUR SITUATION

A billion seconds ago it was 1959
A billion minuets ago Jesus was alive
A billion hours ago our forefathers were living in the stone age
A billion dollars ago was only about 8 hours & 20 minutes at the rate our government spends our money

But, those are billions, what about trillions!

Bill Gross of Pimco recently opined that, "*the end of QE II is America's D-Day.*" Mr. Gross notes that most (some 60%) of the nine trillion dollars in outstanding treasury bonds and notes are in the hands of foreign sovereigns and the Federal Reserve itself, while the remaining forty percent are held by private investors such as individuals, bond funds and insurance companies. More striking, Mr. Gross notes is that since the beginning of the QE II program about seventy percent of the treasury's debt issuance has been purchased by the Federal Reserve, with the remainder being purchased by foreign sovereigns.

We believe this is a Ponzi like arrangement, and wonder, "*Who will buy our treasury issues when the Federal Reserve does not?*"

Michael C. Jordan
President

Please visit Polarinvest1.com – [President's Corner](#) for prior letters.

Polar Investment Counsel Inc is a federally registered investment advisory firm and broker dealer, which manages customer accounts on a fee or commission basis.
The firm's senior principal, Michael Jordan has nearly thirty-five years of industry experience.

Polar Investment Counsel, Inc.

Member: FINRA, NFA, MSRB, SIPC
Broker-Dealer / Investment Advisory
Home Office: Thief River Falls MN 56701 218.-681.7344 * 218.681.1329 [fax]
www.polarinvest1.com

The views expressed above are those of Michael C. Jordan and not those of PICI nor necessarily those of PICI's independent contractors, brokers or advisors.
[Click here to OPT OUT of future publication](#)