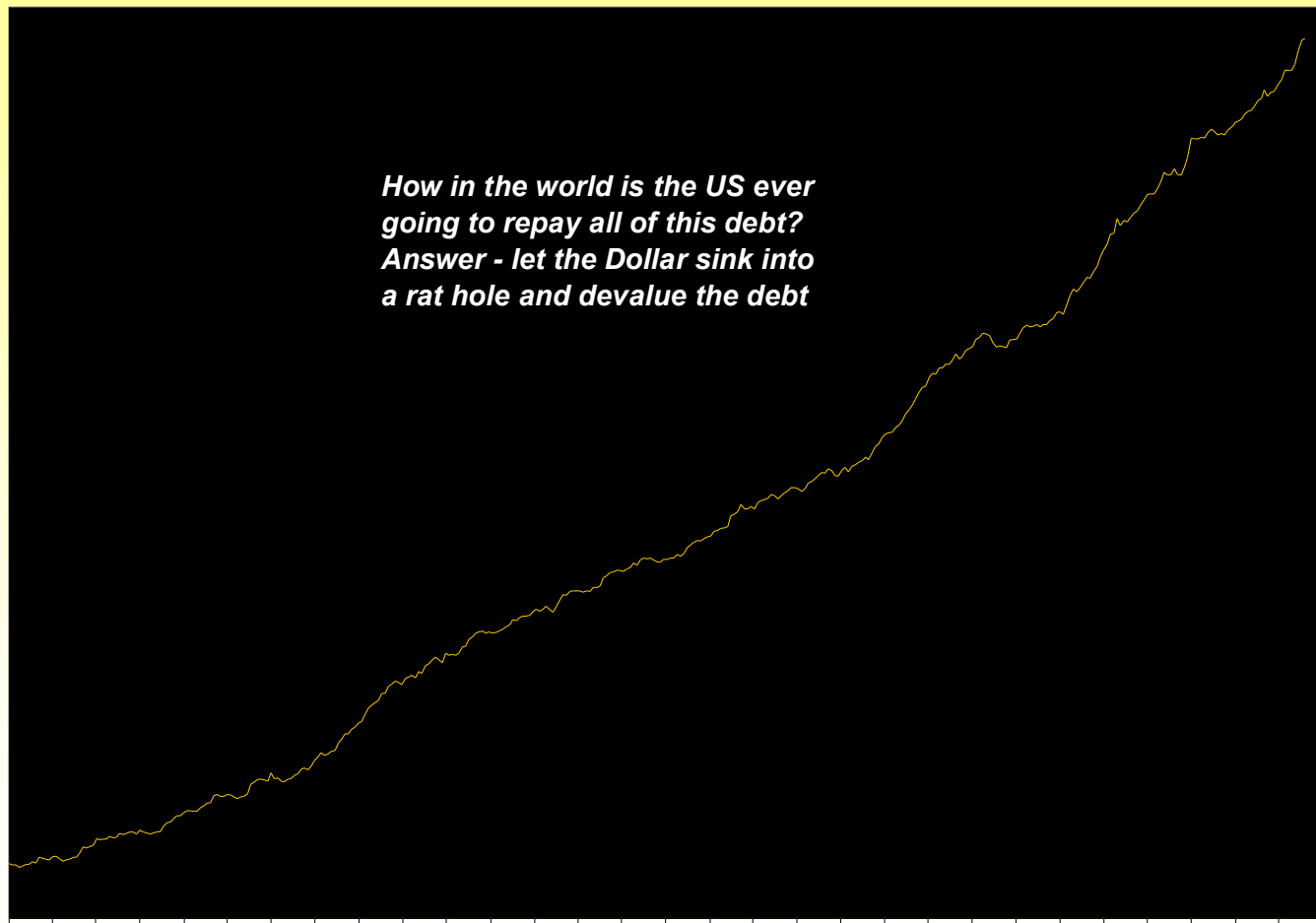


Foreign Custodial Account Balance at the Federal Reserve



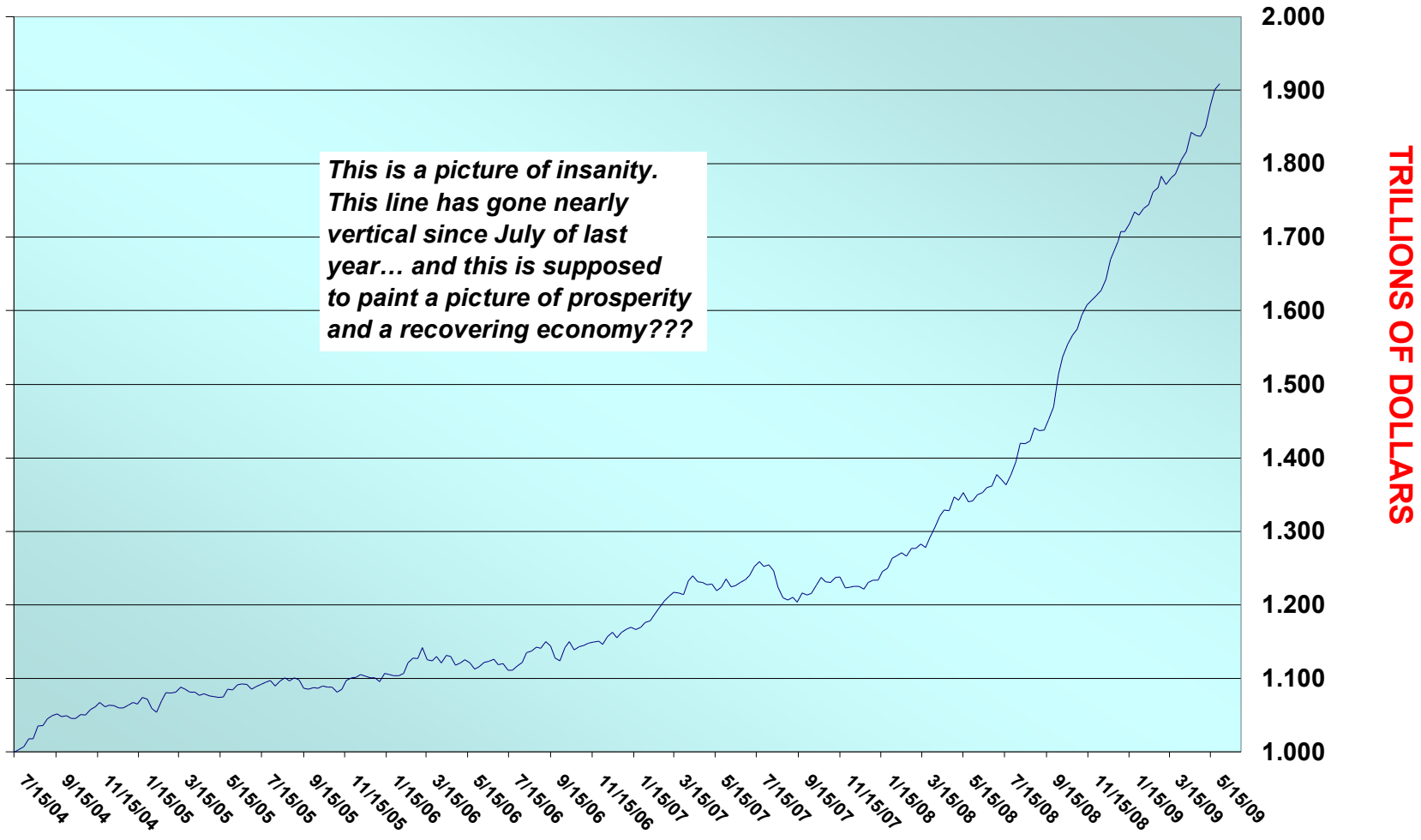
*How in the world is the US ever going to repay all of this debt?
Answer - let the Dollar sink into a rat hole and devalue the debt*

TRILLIONS OF DOLLARS

1/3/02 4/3/02 7/3/02 10/3/02 1/3/03 4/3/03 7/3/03 10/3/03 1/3/04 4/3/04 7/3/04 10/3/04 1/3/05 4/3/05 7/3/05 10/3/05 1/3/06 4/3/06 7/3/06 10/3/06 1/3/07 4/3/07 7/3/07 10/3/07 1/3/08 4/3/08 7/3/08 10/3/08 1/3/09 4/3/09

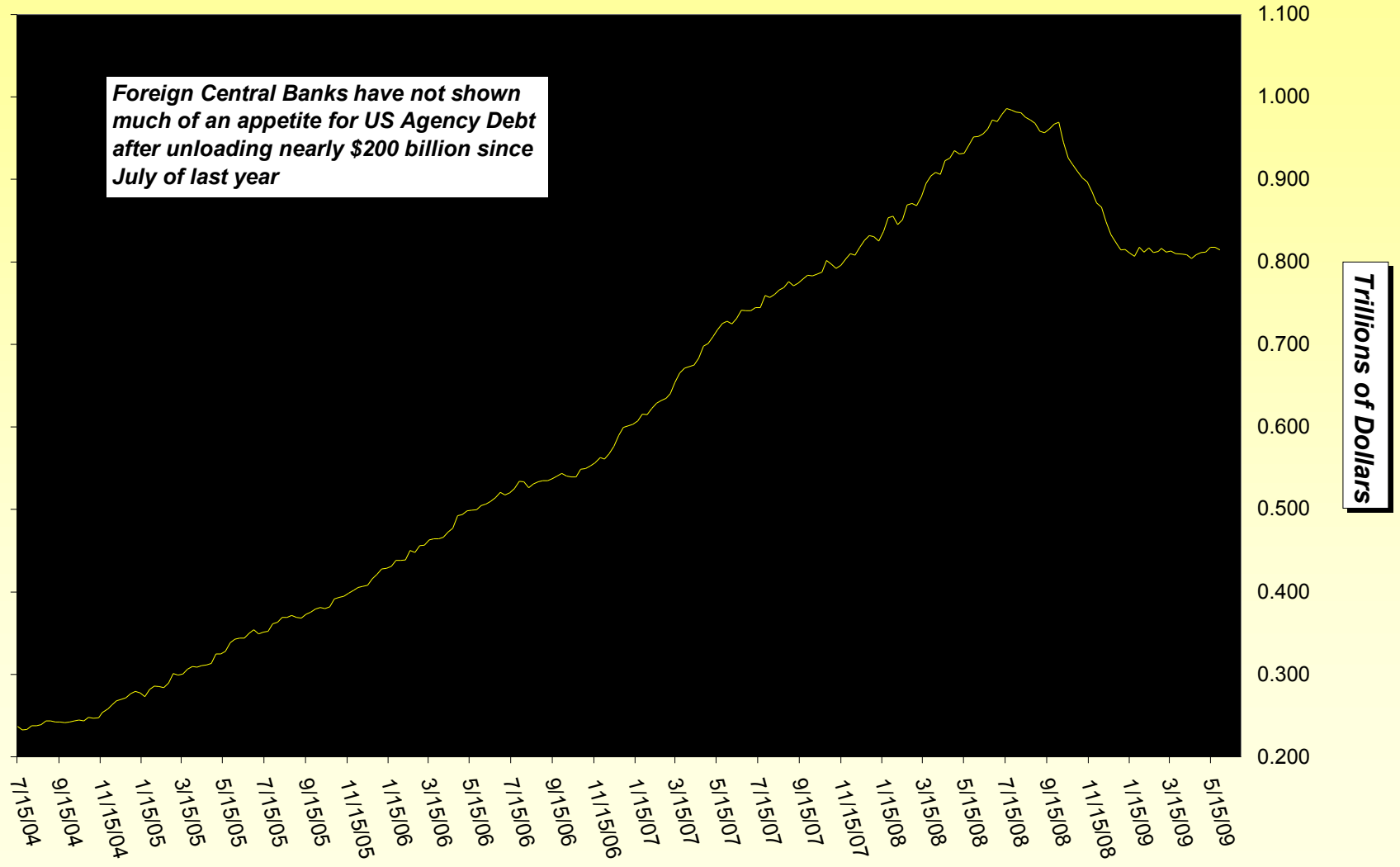
Source: Federal Reserve Dan Norcini Houston, TX

Custodial Holdings of Treasuries for Foreign Central Banks



Source: Federal Reserve Dan Norcini - Houston, TX

Custodial Holdings of US Agency Debt



Foreign Central Banks have not shown much of an appetite for US Agency Debt after unloading nearly \$200 billion since July of last year

Trillions of Dollars