

Intangible Wealth

Whereas governments control timely introduction of money into the tangible market, the intangible market creation of intangible wealth lacked safeguards.

As to the current financial housing crisis we must look into the bowels of life. Human nature over time has consistently shown that man wants the most of what he can get for the least amount of effort extended. This writer shall leave dissecting a humans mind thoughts to the learned in their field to explain one of man's frailties.

It is necessary to identify certain players such as the Debtor, in short, a person that is obligated to another for borrowing something. In the housing market where a homeowner borrows money to purchase a dwelling is a debtor. A Debtor is required in this context for an Account Debtor to exist and with introduction the Account Debtor the financial crisis extended beyond the tangible world into the intangible world.

The global financial crisis was amplified by events taken by the Account Debtor. Where a homeowner is an Obligor (debtor) to a Tangible Note (Promissory Note) to a Tangible Obligee (person owed-holder in due course) the Account Debtor could have become an Account Debtor or sold the Tangible Obligation to a subsequent party who could have become an Account Debtor. The definition of Account Debtor can be found in Article 9 of the Uniform Commercial Code and each states statutory adoption of the Article 9 Code. Whereas the Uniform Commercial Code in each state is just

a code, the states adopted version is that of statutory law which applies to Intangible Obligations (Transferable Records). Let not forget E-SIGN and UETA provide comments to Intangible Obligations. The remainder of this writing will dwell upon the actions of the Account Debtor.

The process and procedures to securitize a debtor(s) obligation by an Account Debtor required the Account Debtor to purchase the “Secured Obligation” of many debtors. At this stage of event the Account Debtor alter ego name(s) could be that of Seller, Securitizer, and Aggregator (SSA) as examples. In this concept the SSA Account Debtor is exposed to a liability if in the event the debtor defaulted and the SSA Account Debtor would be shorted of a cash flow. For the SSA Account Debtor to protect himself, the SSA Account Debtor could purchase insurance to cover the SSA Account Debtor’s payable in case the debtor(s) cash flow ceased. This SSA Account Debtor at current time was time limited to cash flow loss exposure as almost immediately the SSA Account Debtor sold its interest in the cash flow to a new Account Debtor, in the writing the new Account Debtor is to be identified as the Depositor (D) to an Investment Vehicle. Even this D Account Debtor has very limited exposure to loss as almost immediately the successor D Account Debtor sold its interest in the cash flow to a successor Account Debtor which could be identified as the Investment Trust Vehicle (ITV). One variable not known is how many of the successor Account Debtor(s) also engaged a loss payable policy such as issued by AIG.

Considering that banks have been reluctant to loan even to the most qualified is it possible that a blackmail condition exists? If the governments of the world do not feed tangible money to cover the financial loss sustained

in the intangible market place what would happen? Next question that would be, is there enough tangible money existing to cover the intangible losses? Where the value of housing loss is potentially around 5% of the total of approximately \$25 Trillion calculates out to around \$1.25 Trillion so why is it that the money in excess \$1.25 Trillion has been issued by the United States Federal Reserve to the likes of AIG and others? Have the banks found a way to introduce money into the economy bypassing all government control?

From this writer's perspective, failure to follow law has been committed by the Account Debtor(s) and do not wish to accept the fact and try to place the blame on debtors. And where a court rules in favor of not following the law, justice is not served.