



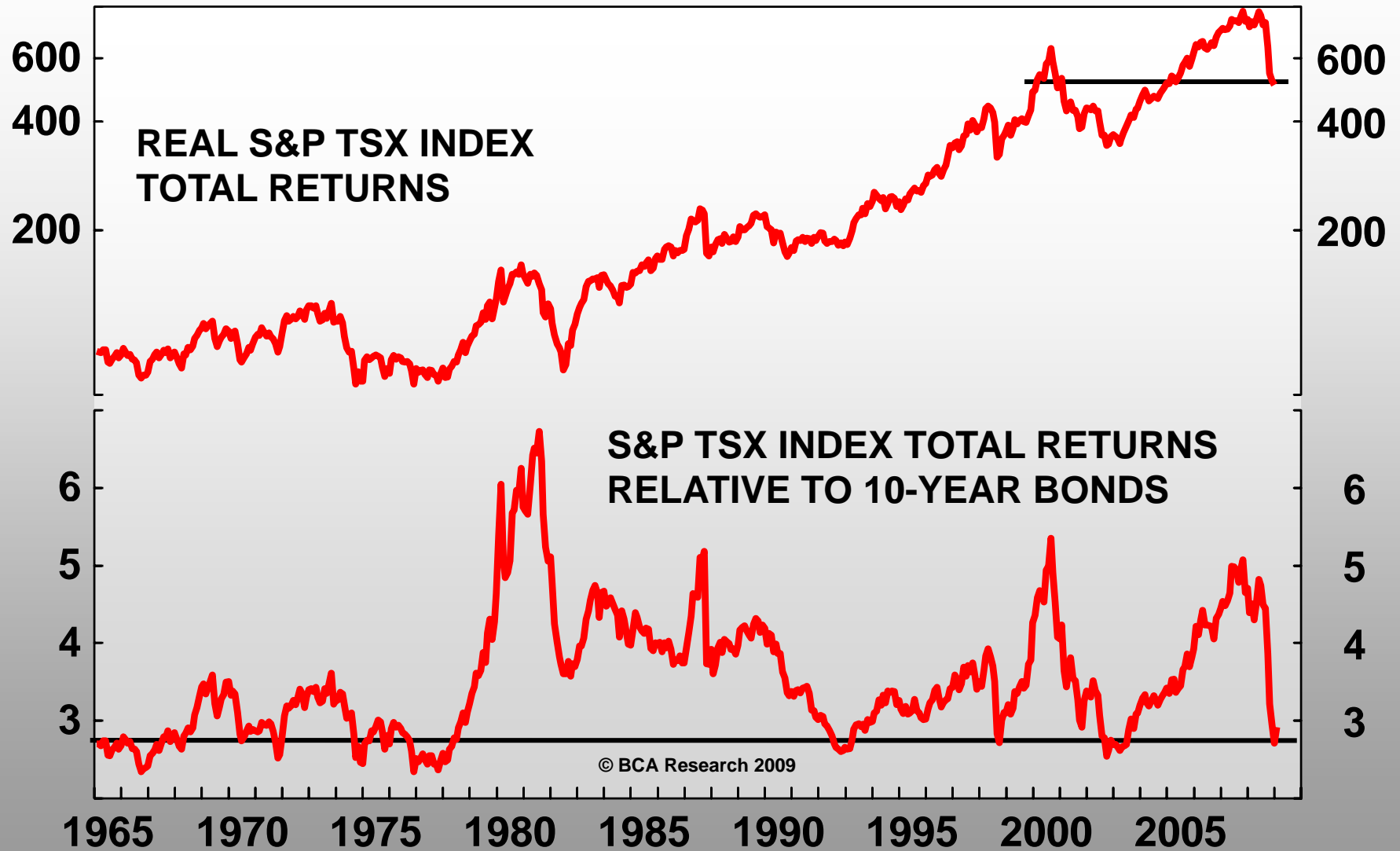
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A Historical Perspective On The Equity Market

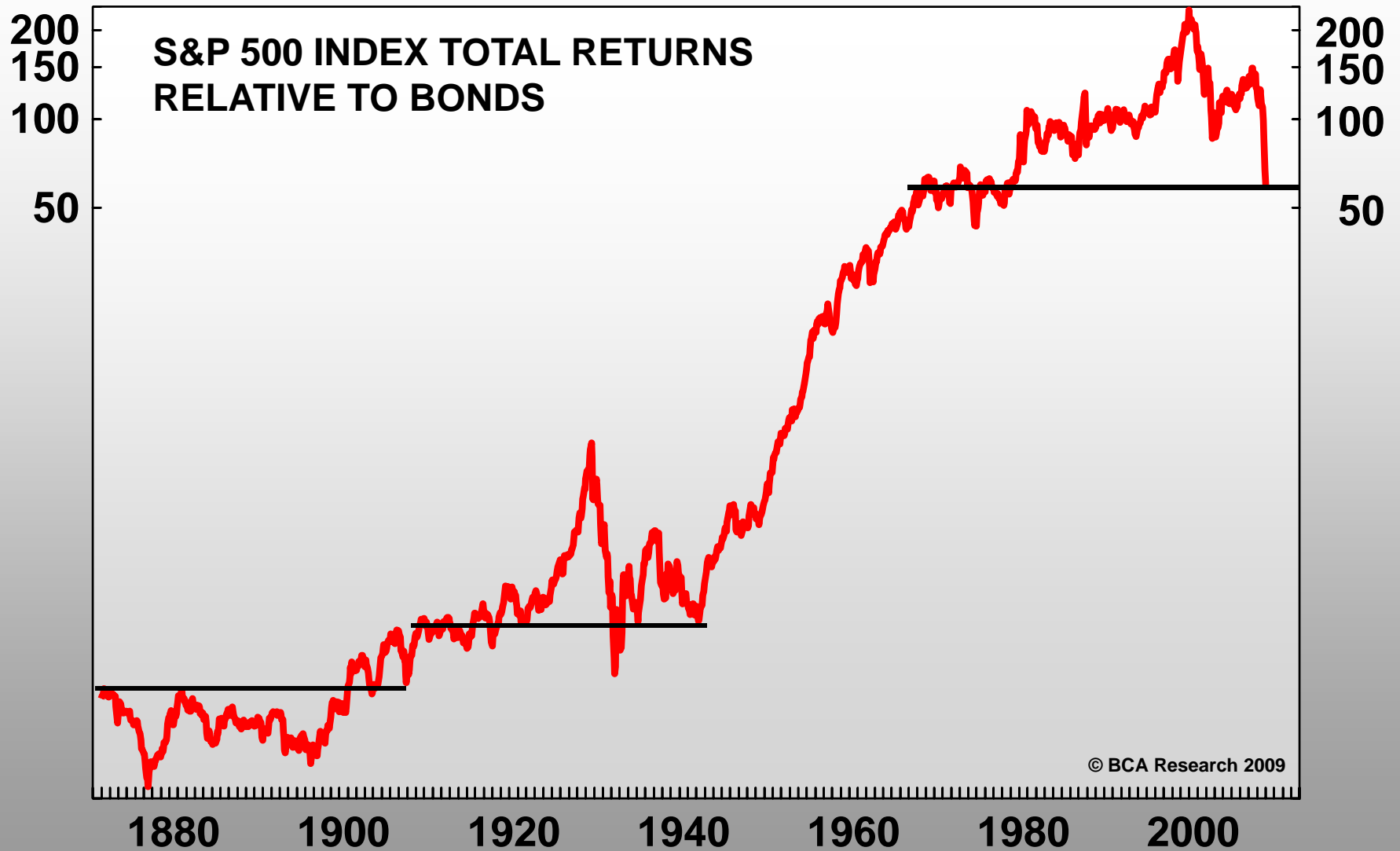
Martin H. Barnes
Managing Editor
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STOCKS FOR THE LONG RUN...HMMM

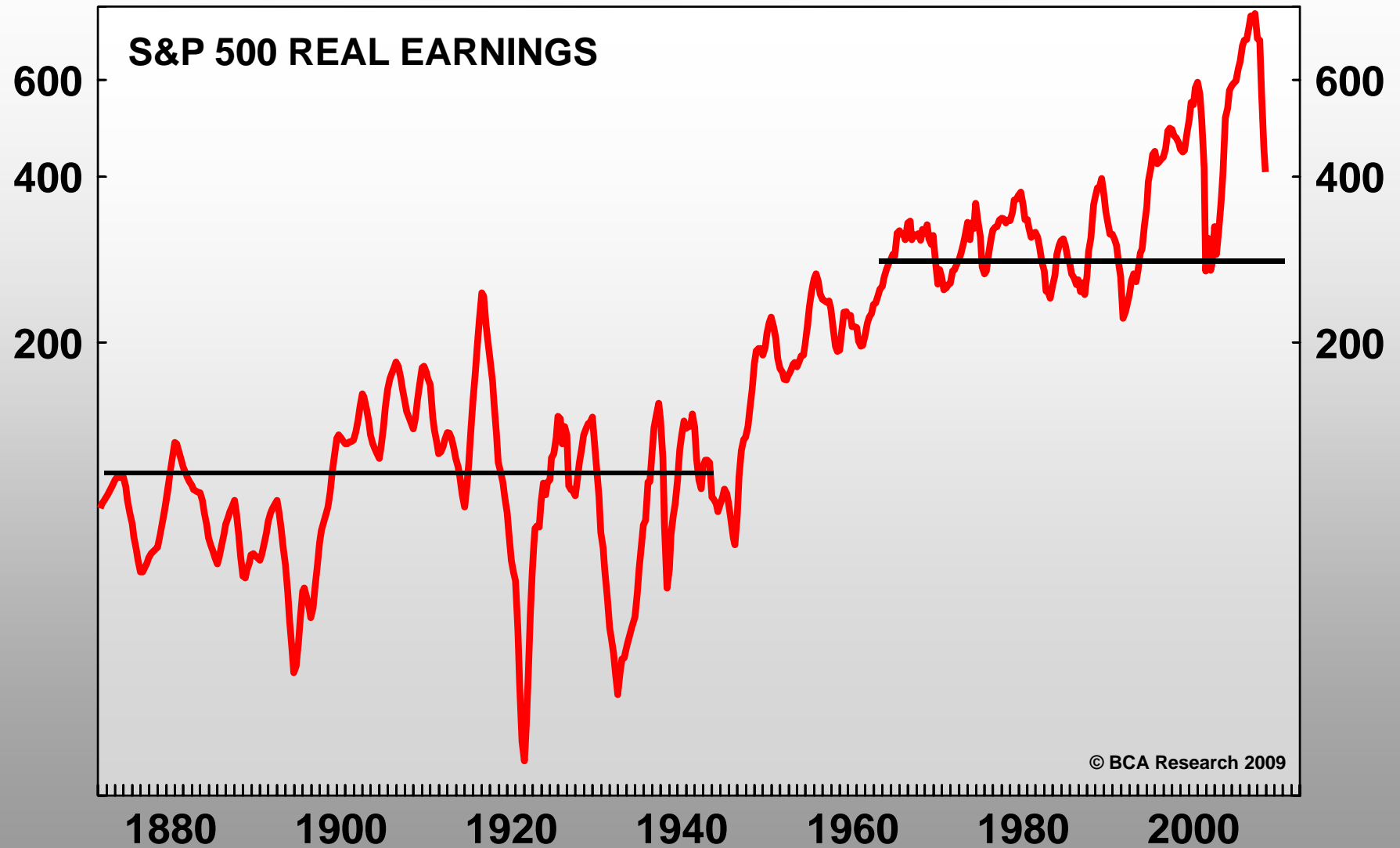


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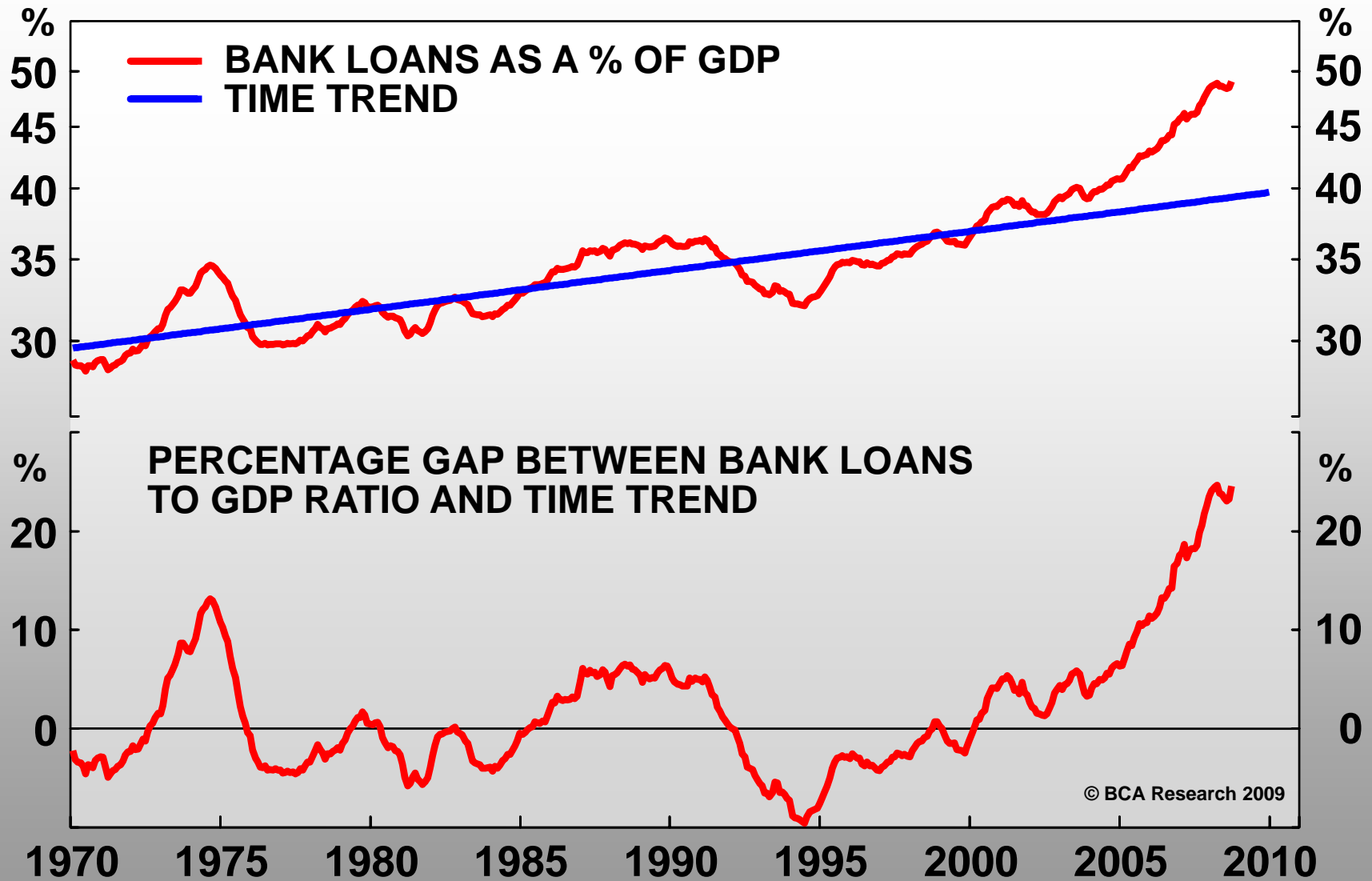
THE TRUE GOLDEN ERA FOR STOCKS WAS THE 1950s-60s



LONG-RUN TREND IN REAL EARNINGS

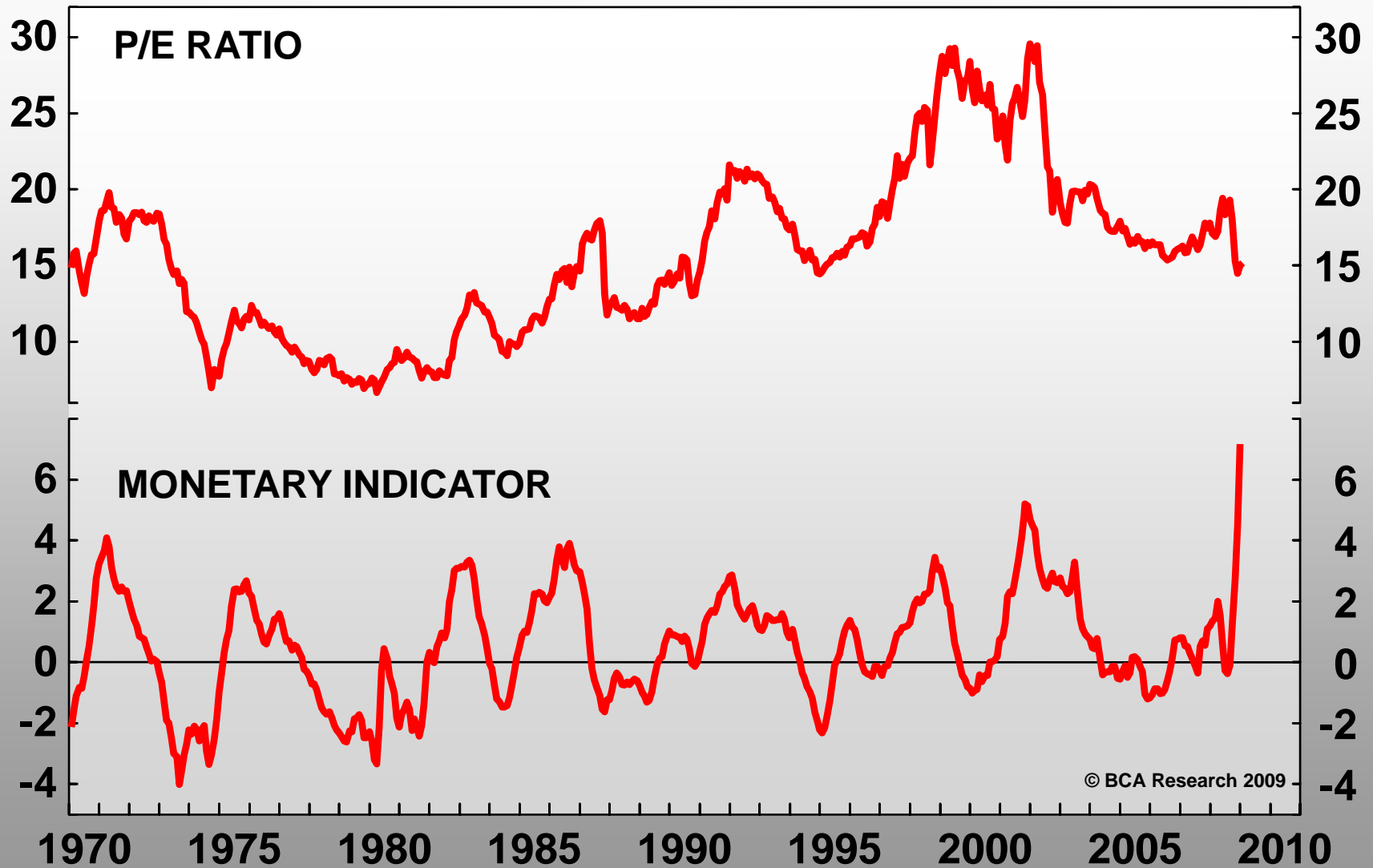


A HUGE CREDIT OVERSHOOT



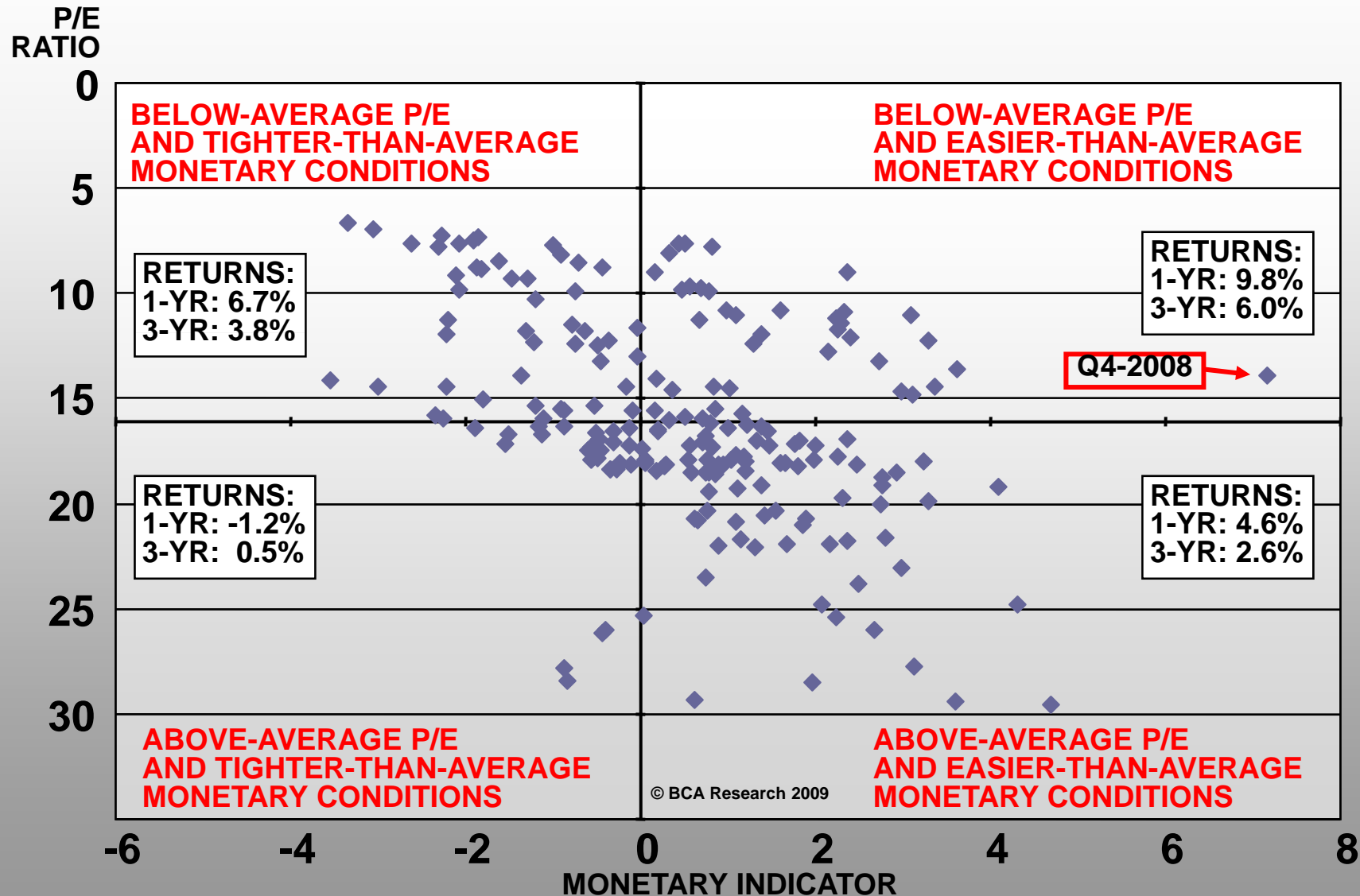
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U.S. VALUATIONS AND MONETARY CONDITIONS SEEM BULLISH



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ANOTHER PERSPECTIVE ON VALUATION AND MONETARY CONDITIONS

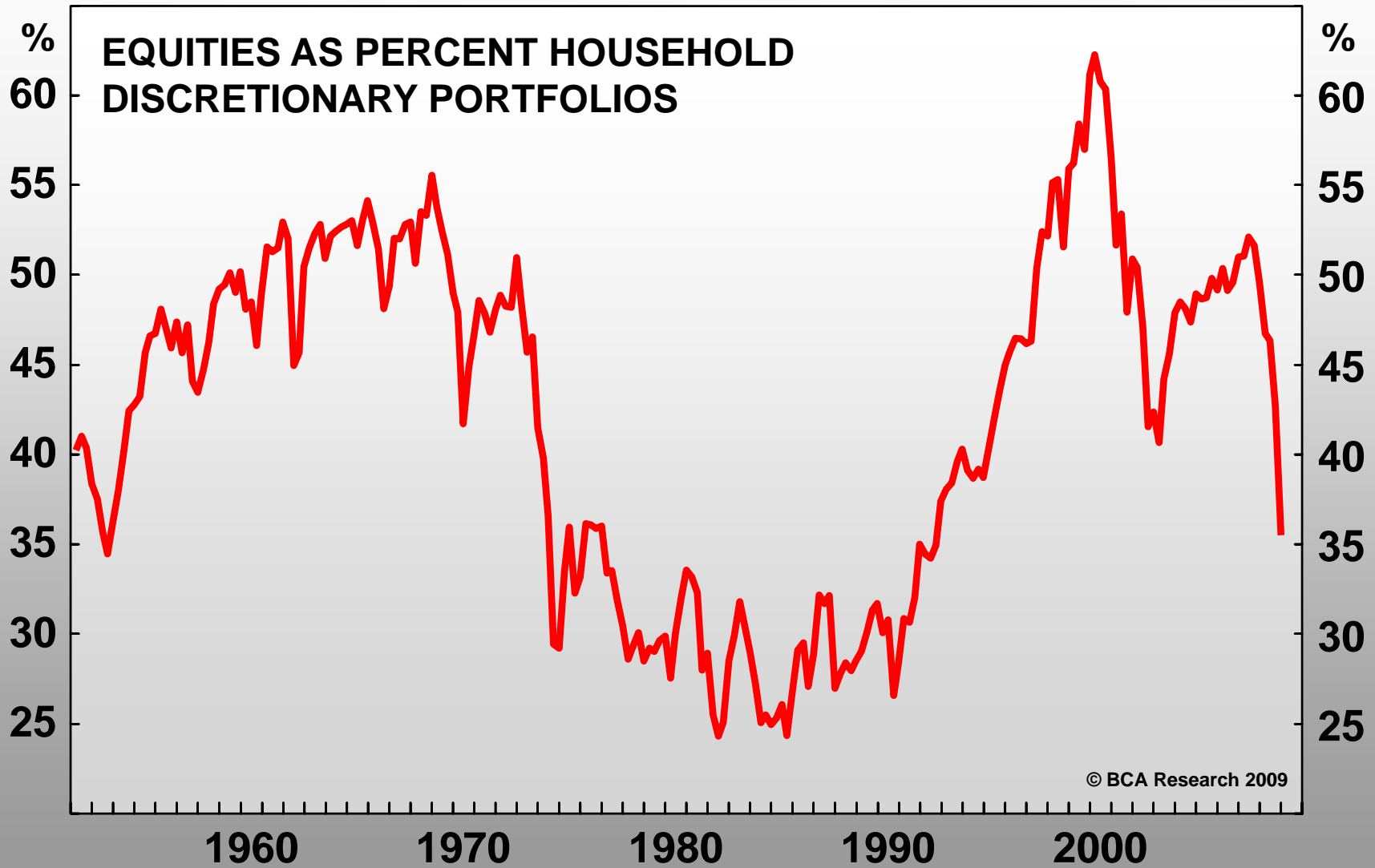


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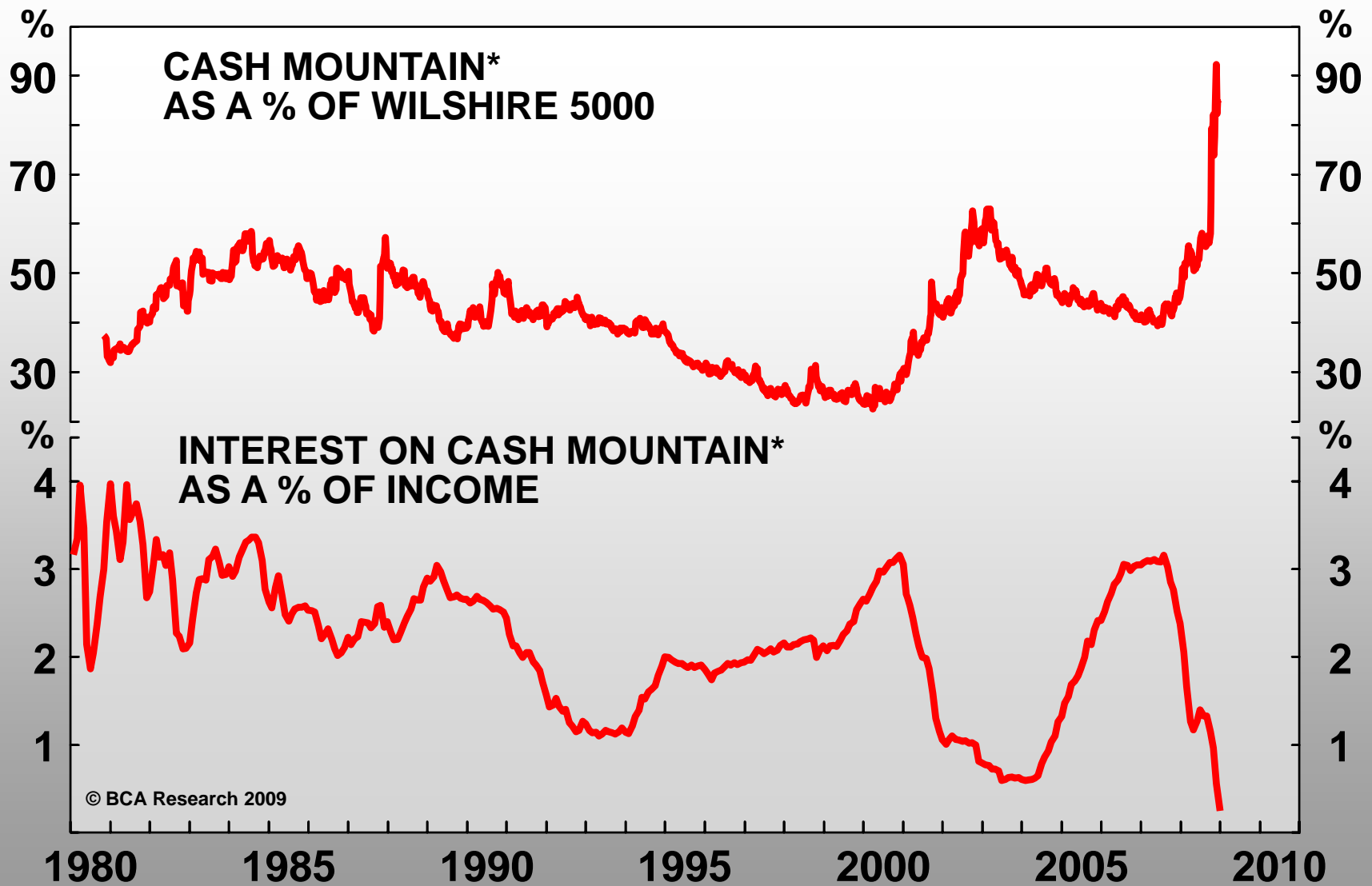
7

NOTE: MEDIAN RETURNS OF 1-YR AND 3-YR ANNUALIZED BASED ON DATA FROM 1966

U.S. HOUSEHOLDS: EQUITIES AS A PERCENT OF DISCRETIONARY PORTFOLIOS



LOTS OF CASH ON THE SIDELINES



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9 * CASH IN MONEY MARKET FUNDS AND SAVINGS DEPOSIT