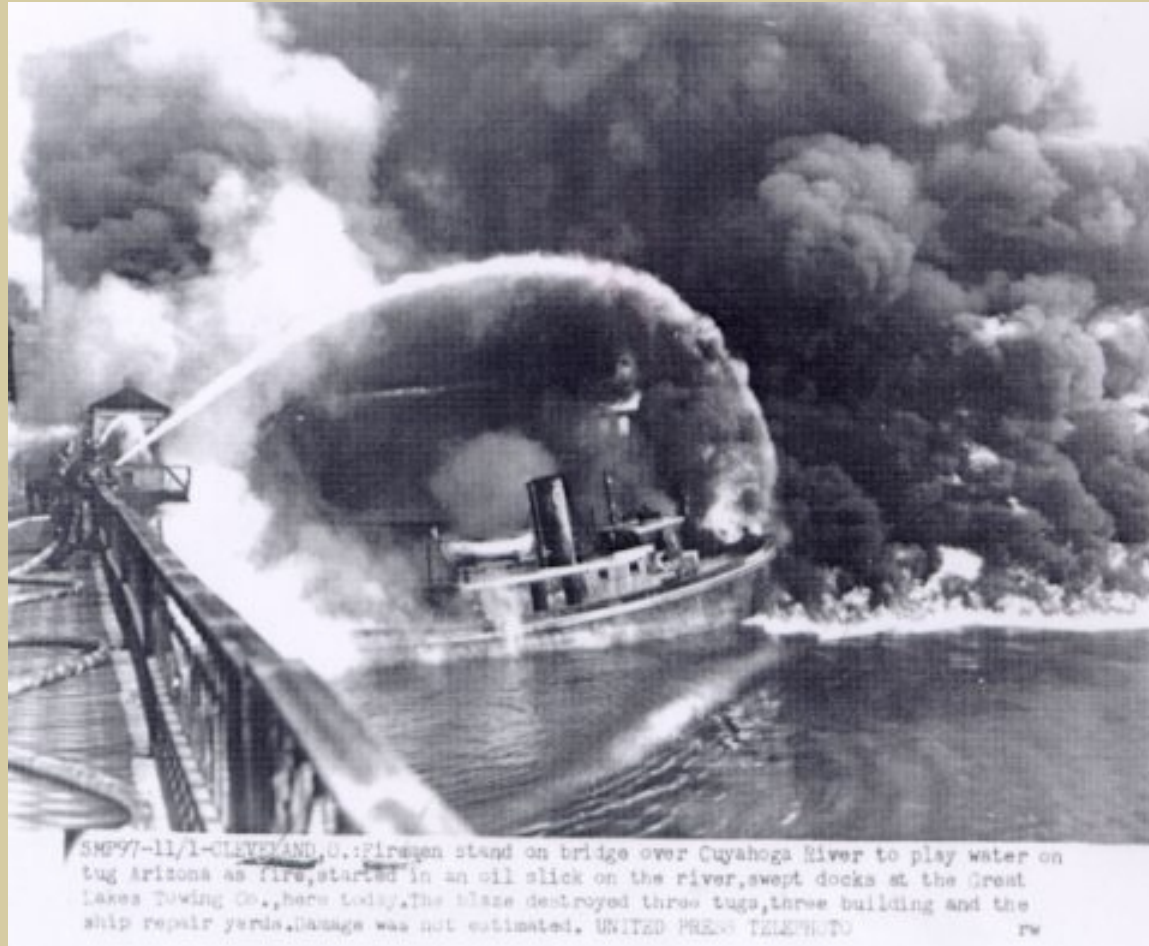


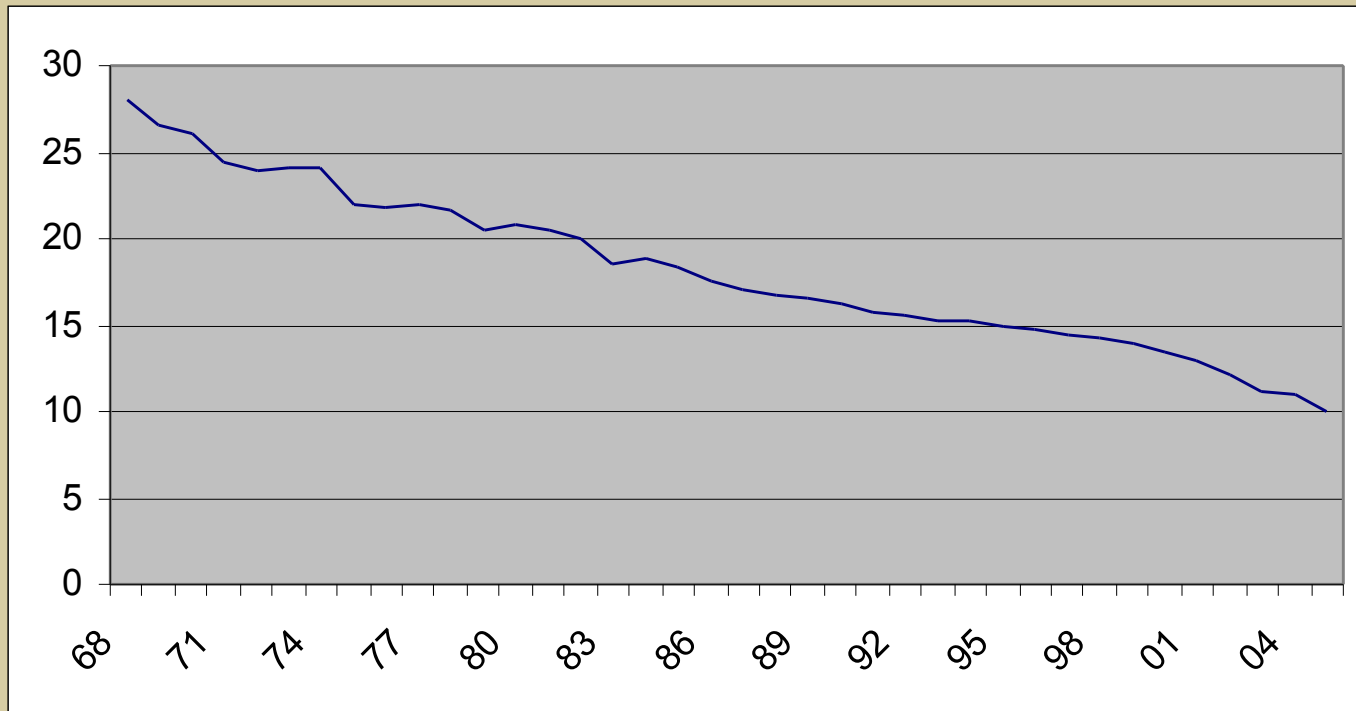
# The Law of Unintended Consequences

# Cuyahoga River Fire



SMP97-11/1-CLEVELAND, O.: Firemen stand on bridge over Cuyahoga River to play water on tug Arizona as fire, started in an oil slick on the river, swept docks at the Great Lakes Towing Co., here today. The blaze destroyed three tugs, three buildings and the ship repair yards. Damage was not estimated. UNITED PRESS TELEPHOTO rv

# U.S. Manufacturing Jobs as a Percent of Total Jobs



“If a foreign country can supply us with a commodity cheaper than we ourselves can make it, better to buy it of them with some part of the product of our own industry, employed in a way in which we have some competitive advantage.”

Adam Smith

# Sarbanes Oxley

U.S. companies paid  
\$4.36 million on average  
to comply

Insurers charge U.S.  
companies 6 times that  
of European companies

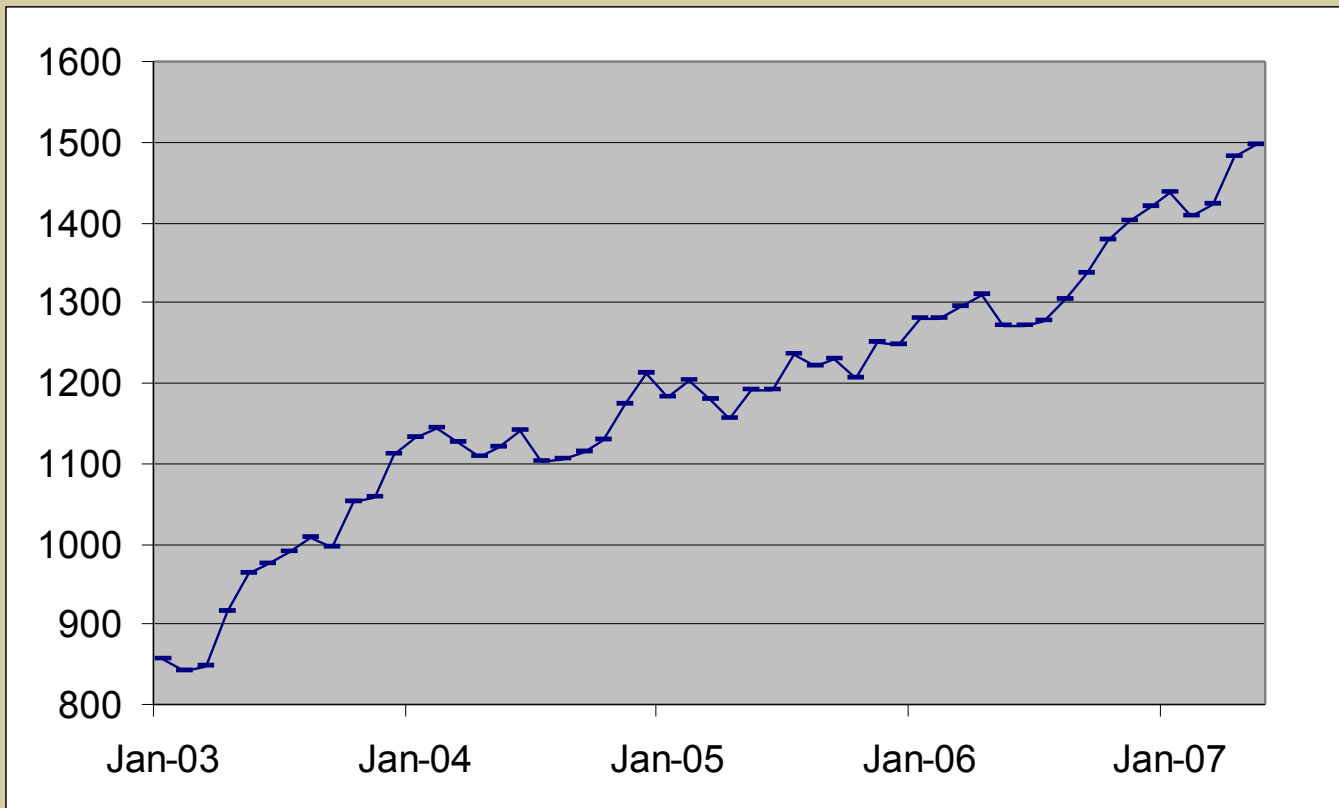
**\$3.68 trillion in takeovers**

Value of U.S. shares  
dropped the most since  
1984

2.2% on a net price basis!

# S&P 500

## Index Returns from 2003 - Today



What's the next  
Big Theme?

U.S. Baby Boomers

vs.

Emerging India & China