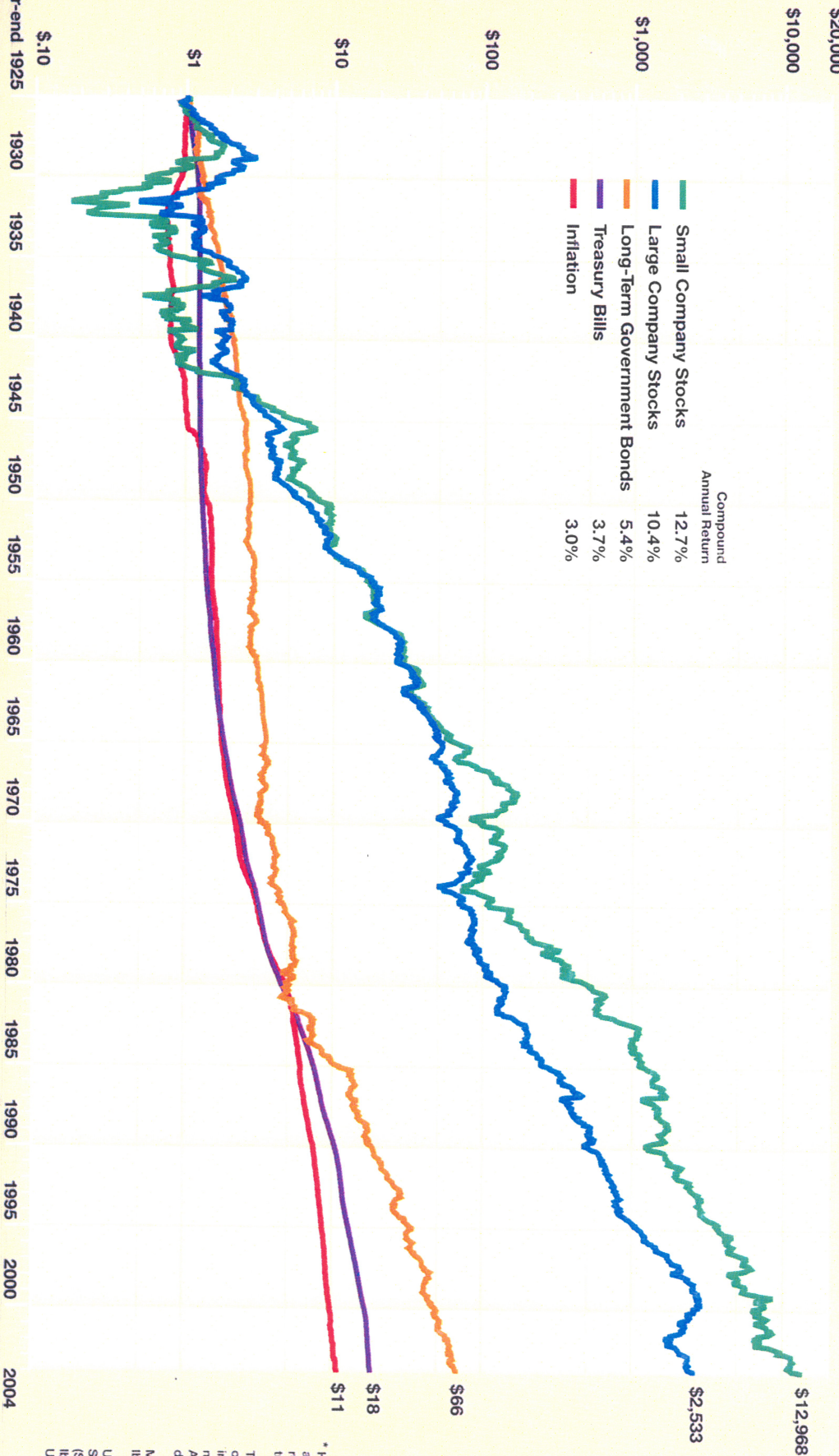


Stocks, Bonds, Bills, and Inflation

Year-end 1925–2004

Wealth indices of investments in the U.S. capital markets*

MAINSTAY
INVESTMENTS



* Hypothetical value of \$1 invested at year-end 1925. Assumes reinvestment of income and no transaction costs or taxes.

This is for illustrative purposes only and not indicative of any investment. Past performance is no guarantee of future results. An investment cannot be made directly in an index.

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Underlying data is from the Stocks, Bonds, Bills, and Inflation (SBBBI) Yearbook, by Roger G. Ibbotson and Rex A. Sinquefeld. Updated annually.

1929 Peak of bull market—Dow Jones Industrial Average 381.17
1930 Smoot-Hawley Tariff—cuts world trade
1932 Bottom of Great Crash—Dow Jones Industrial Average 41.22
1933 Gold standard dropped in U.S.
1933 Glass-Steagall Act
1934 Securities Exchange Act
1939 World War II begins in Europe
1940
1941 Pearl Harbor—U.S. declares war
1942 First nuclear chain reaction
1944 Bretton Woods international monetary accord
1946 Post-war recession begins
1947 General Agreement on Tariffs and Trade (GATT)
1950 Troops sent to Korea
1951 U.S. Treasury-Federal Reserve Accord
1952 Steel labor dispute—U.S. seizes mills
1957 Sputnik launched
1958 First U.S. earth satellite
1961 Bay of Pigs
1962 Cuban missile crisis
1963 President Kennedy assassinated
1967 Six-Day War in Middle East
1968 Tet offensive forces in Vietnam
1969 Neil Armstrong first man on moon
1972 Gold window closed
1973 Arab oil embargo—oil prices triple
1974 President Nixon resigns
1975 May Day—deregulation of securities brokerage fees
1979 Oil crisis in Iran
1984 AT&T divestiture
1985 Oil prices collapse
1987 Stock market crash
1989 Berlin Wall opened
1990 Mutual fund total assets hit \$1 trillion
1991 Gulf War
1993 U.S. Congress passes North American Free Trade Agreement (NAFTA)
1994 U.S. Congress passes GATT World Trade Agreement
1999 Dow Jones Industrial Average surpasses 10,000
1999 Gramm-Leach-Bliley Act
2001 September 11th terrorist attack—U.S. combats terrorism
2002 Sarbanes-Oxley Act—redesigns federal securities law
2003 War in Iraq