



***MY SIDE OF THE STREET***  
**A Discussion of the Financial Markets, Active  
Management, & Modern Wall Street**

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Investment Strategy  
Economics  
Policy Research  
Equity Sector Strategy  
Fixed Income Strategy  
Technical Analysis  
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**52 Vanderbilt Ave., 8<sup>th</sup> Fl.  
New York, New York 10017**



# The Good, The Bad, & The Ugly

## THE GOOD

- 1) Recession unlikely, consumer spending and government spending tailwinds for growth
- 2) Equity valuations reasonable if not attractive given other alternatives
- 3) Fed remains accommodative
- 4) Few signs of speculative excess in public common stocks

## THE BAD

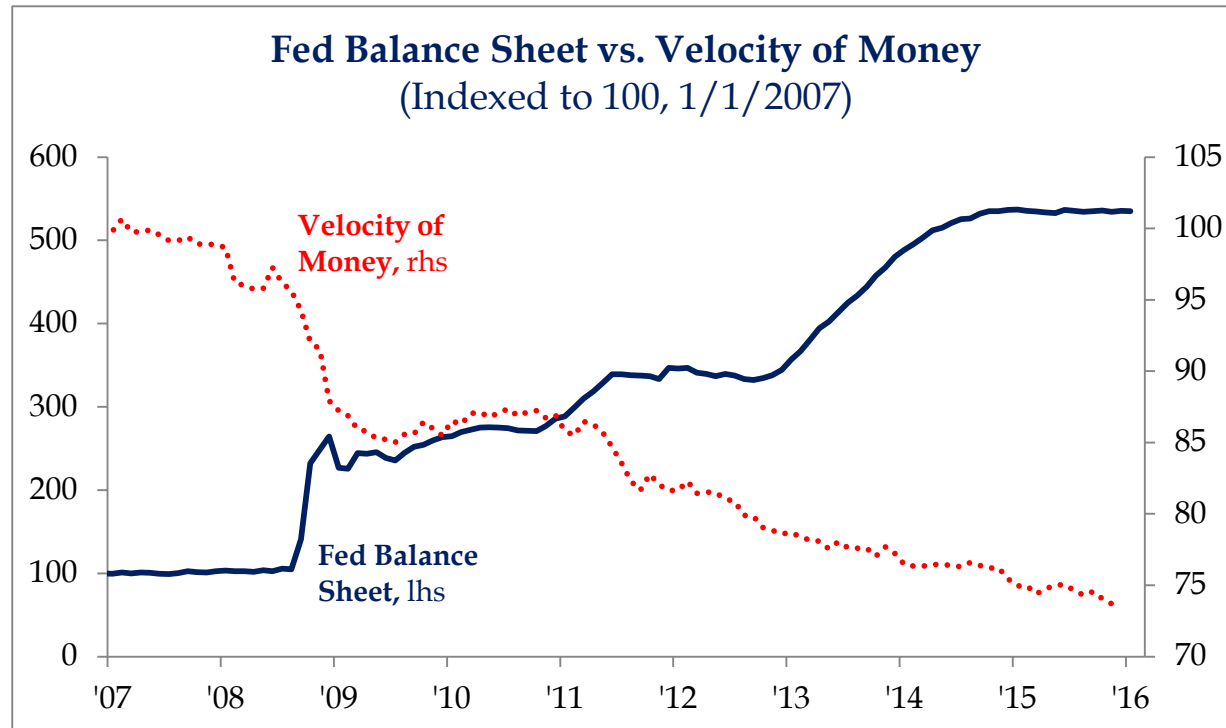
- 1) Inefficient policy mix (easy money/tight regulatory)
- 2) Negative interest rates
- 3) Little earnings momentum
- 4) Flagging productivity and profit growth

## THE UGLY (Strategy)

- 1) Thrifty Fifty (Stocks as proxies for sovereign debt)
- 2) Dividend growth
- 3) Engineering & Construction
- 4) Aerospace & Defense
- 5) Mid-Cap M&A
- 6) Gold stocks

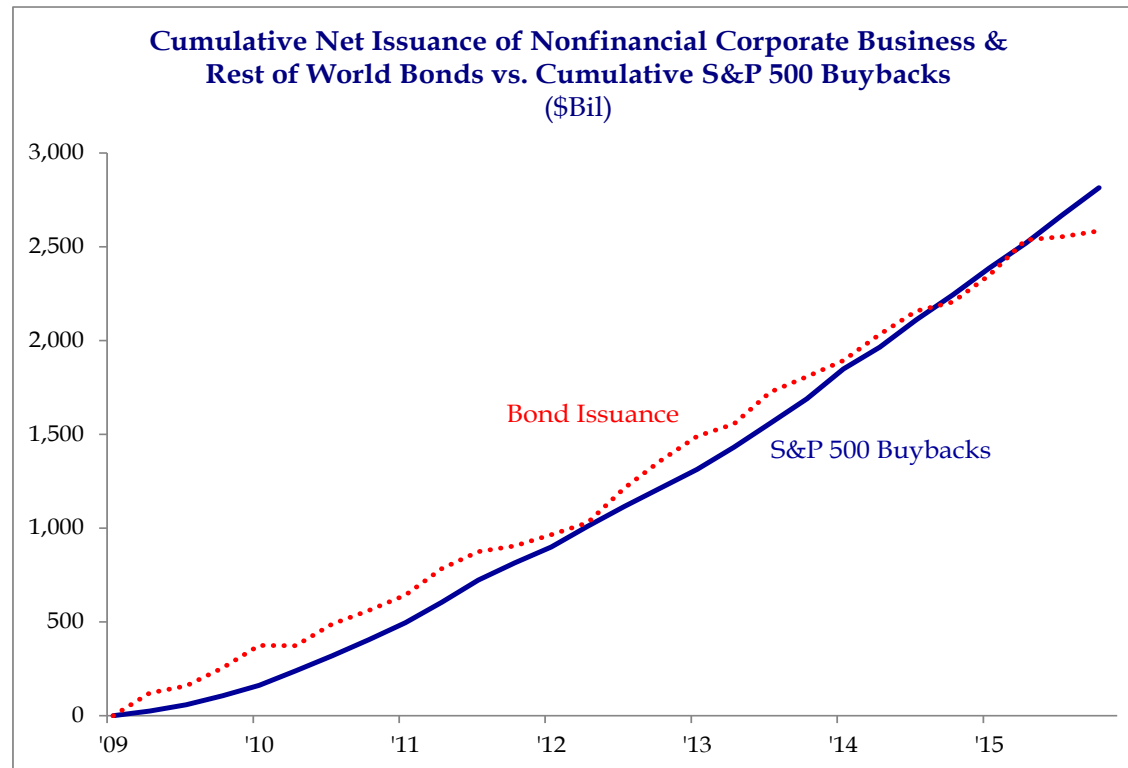


## Easy Money; Tight Regulation: An Inefficient Policy Mix That



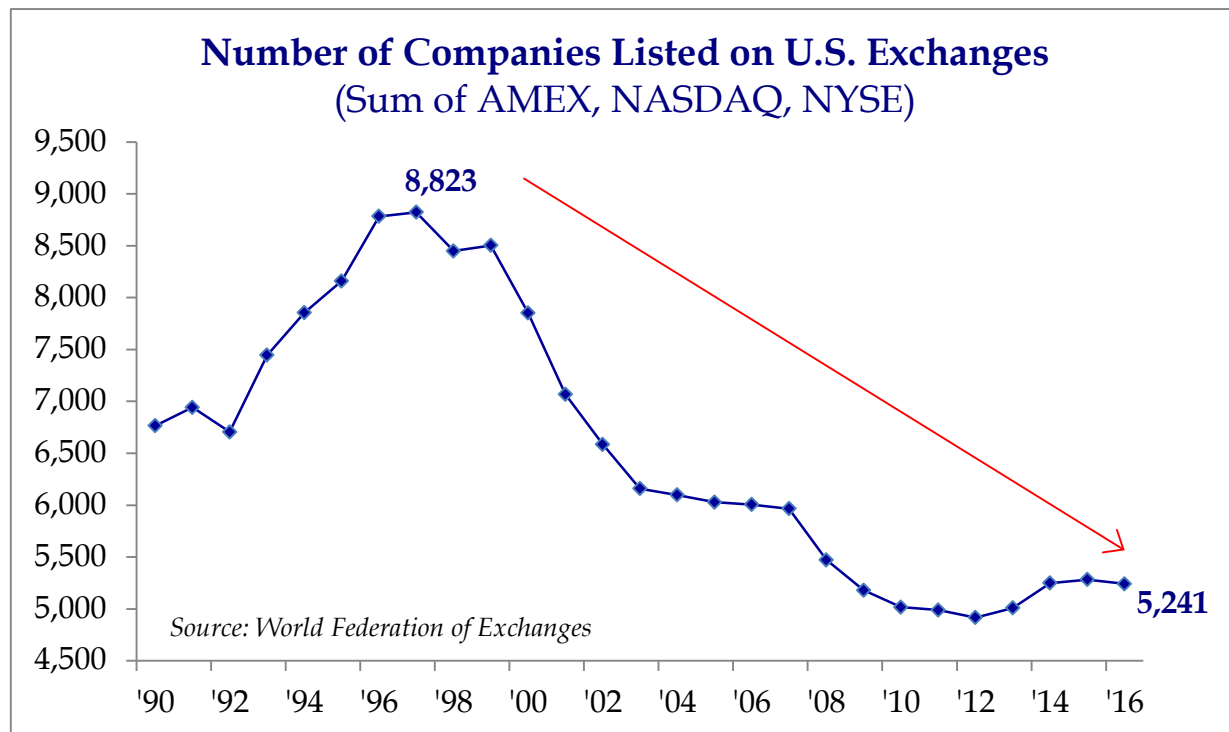


## Encourages Financial Risk Rather Than Economic Risk.



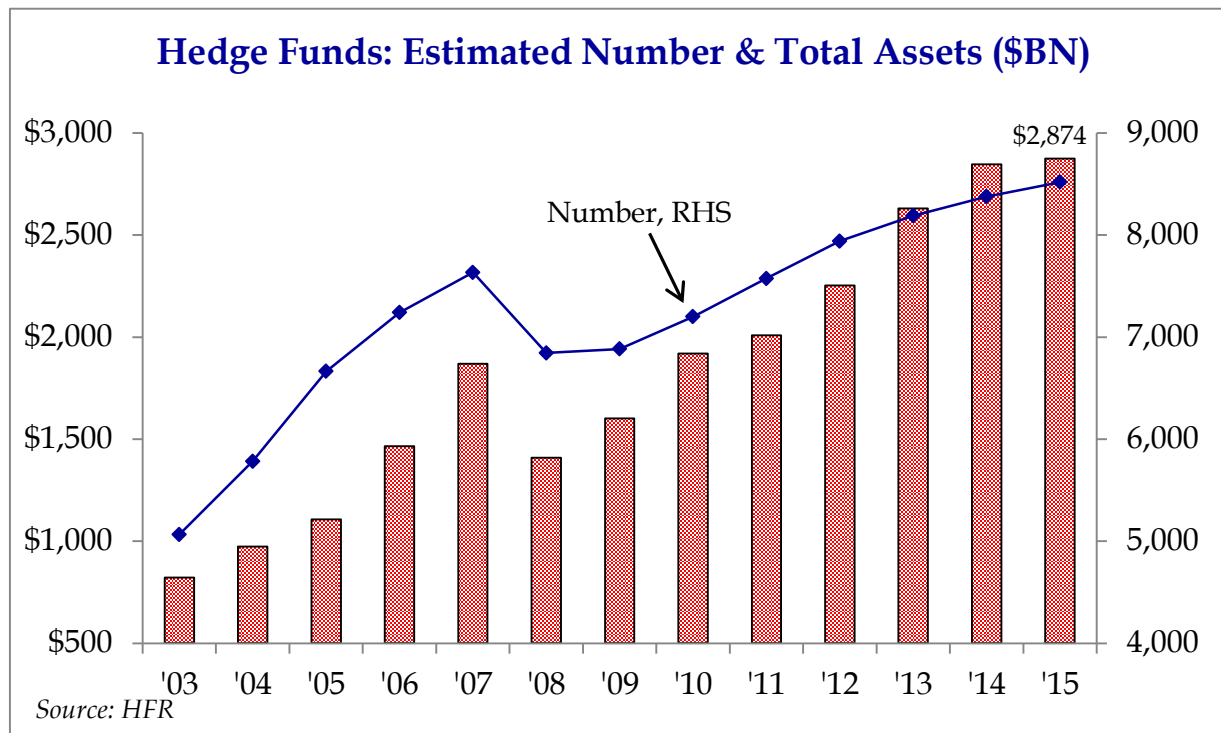


# The Number of Publicly Traded Stocks Has Plunged



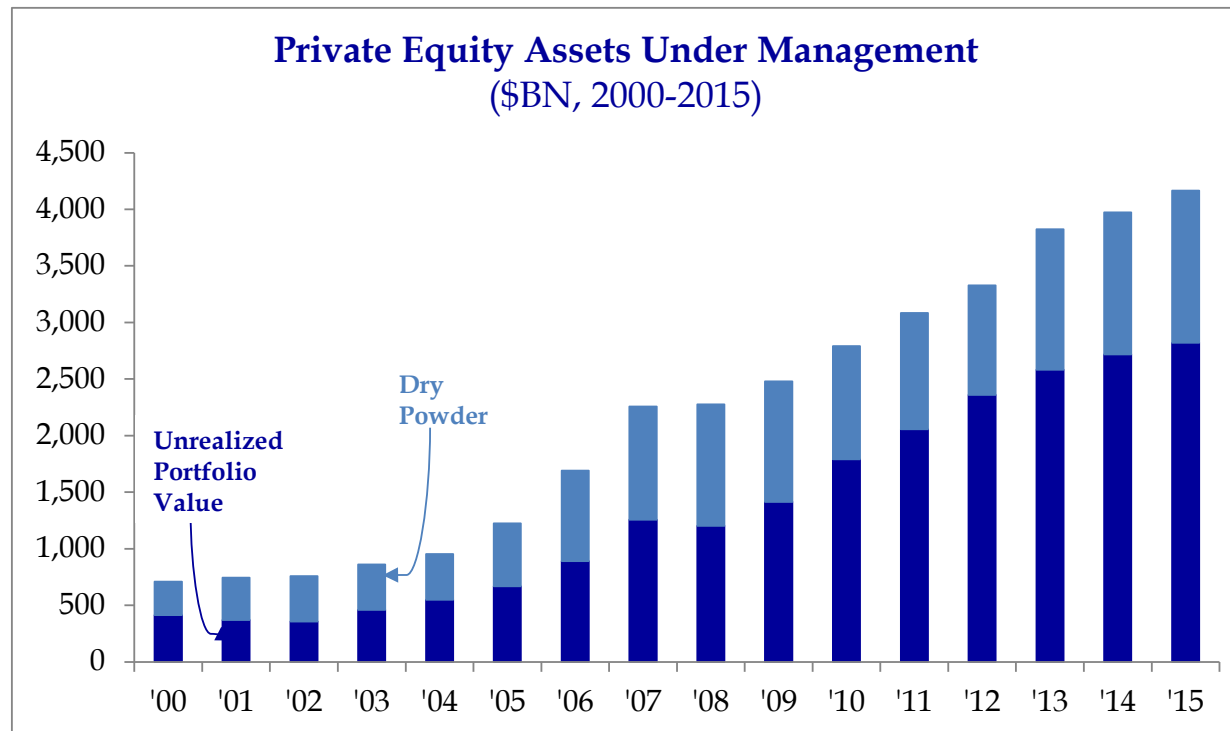


## While the number of hedge funds...



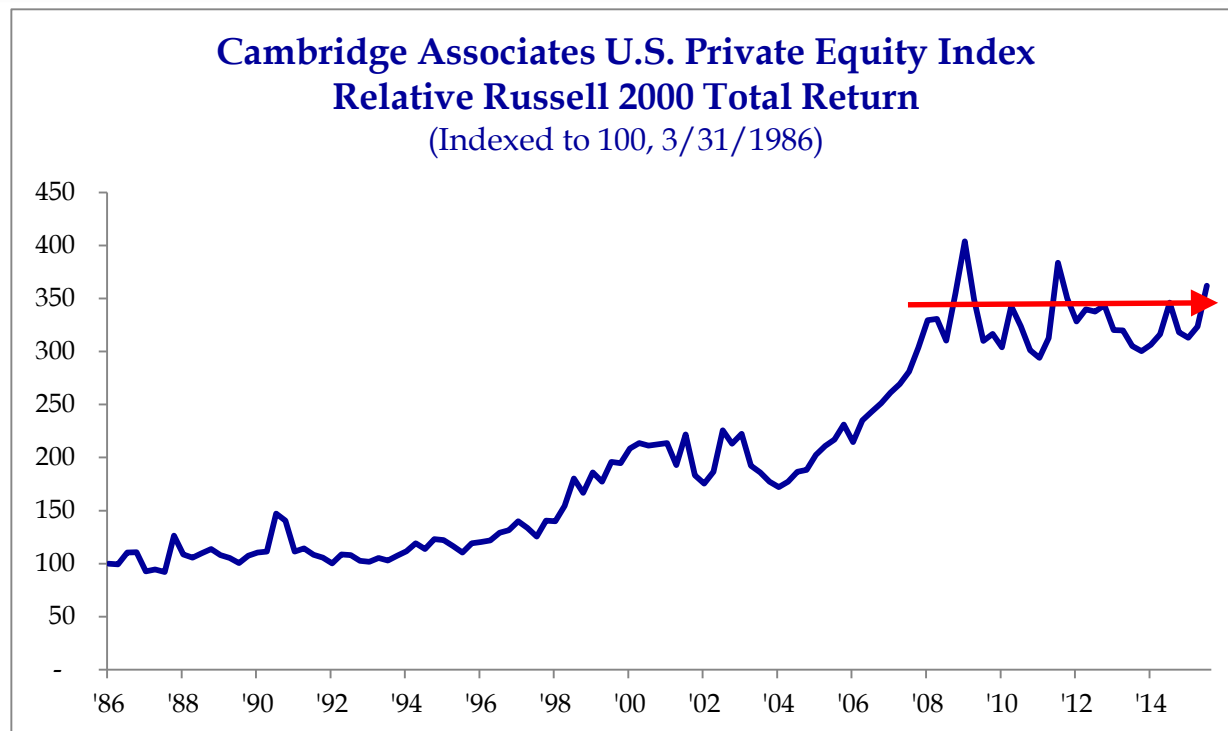


and the number of p.e. firms has exploded.





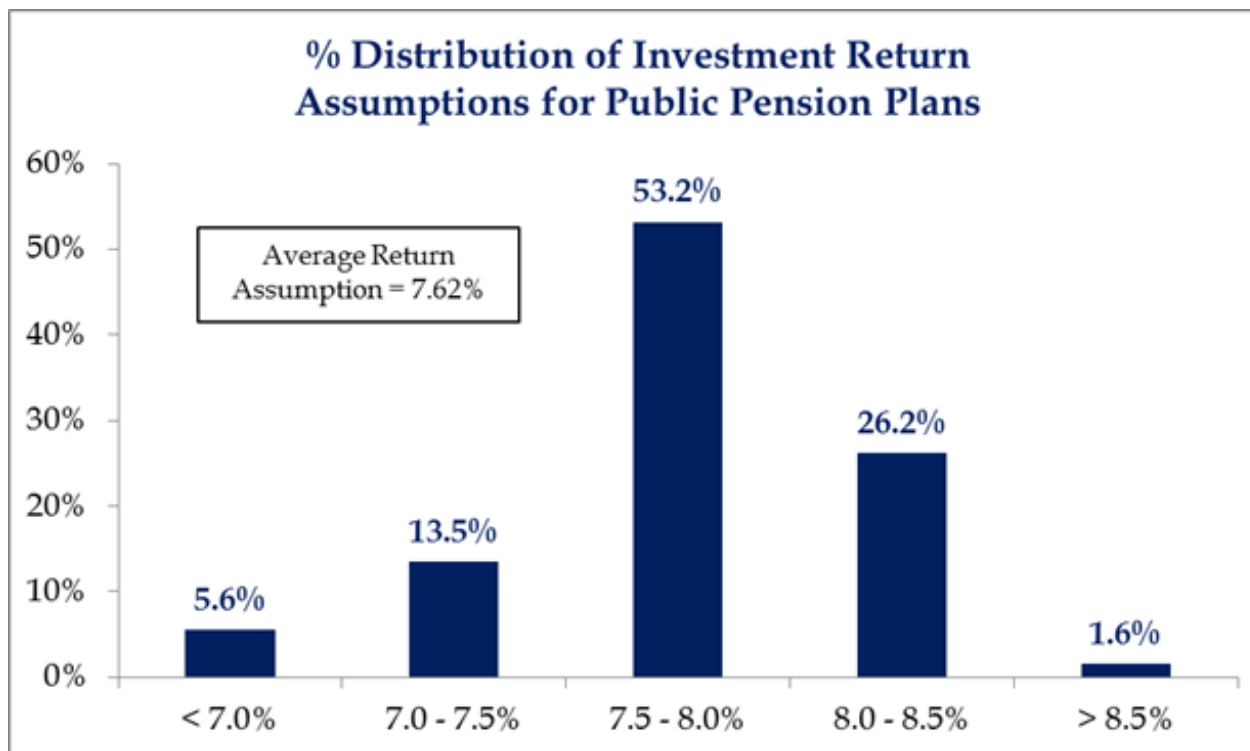
## Yale Model May Have Peaked







## Lower Fees Can't Get You There Alone





# The Sociology of Ownership; Arbitraging Time Horizons

|                |                                                  |
|----------------|--------------------------------------------------|
| 1960s          | Bank Trust Funds                                 |
| 1970s/1980s    | Mutual Funds                                     |
| 1990s/2000s    | Hedge Funds                                      |
| 2010s          | Private Equity                                   |
| 2020s & Beyond | Public Pension Plans &<br>Sovereign Wealth Funds |



## A Noble Profession

1. Depth of Capital Markets Associated With More Narrow Dispersion of Wealth
2. *The Mystery of Capital* – Hernando de Soto
3. Humanity and the dangers of trying to confuse social sciences with hard sciences
4. Capitalism, in its most true form, is based on meeting and serving the needs of other people
5. Thatcher: “The problem with socialism is that, sooner or later, you run out of other people’s money.”
6. Milton Friedman – *Free to Choose* – difference between being pro-business and pro-market



# Always a Dynamic Industry

*This announcement is not an offer to sell or a solicitation of an offer to buy these securities.  
The offering is made only by the Prospectus.*

**1,000,000 Shares**

**American Motors Corporation**

**Common Stock**  
(Par Value \$1.66 2/3 Per Share)

**Price: \$12.75 per share**

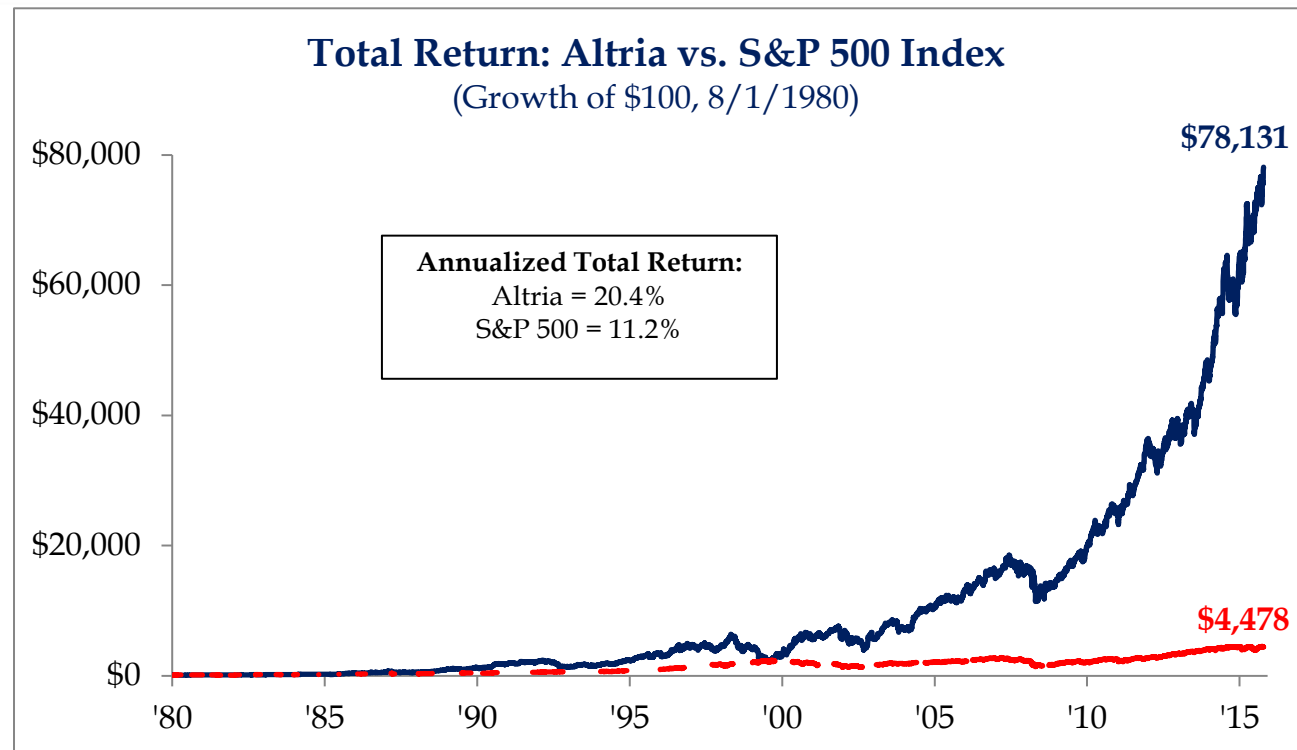
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June 16, 1969



## ESG & SRI Mandates Grow... But at What Cost?





# The Future of Wall Street: Managing Money and People

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