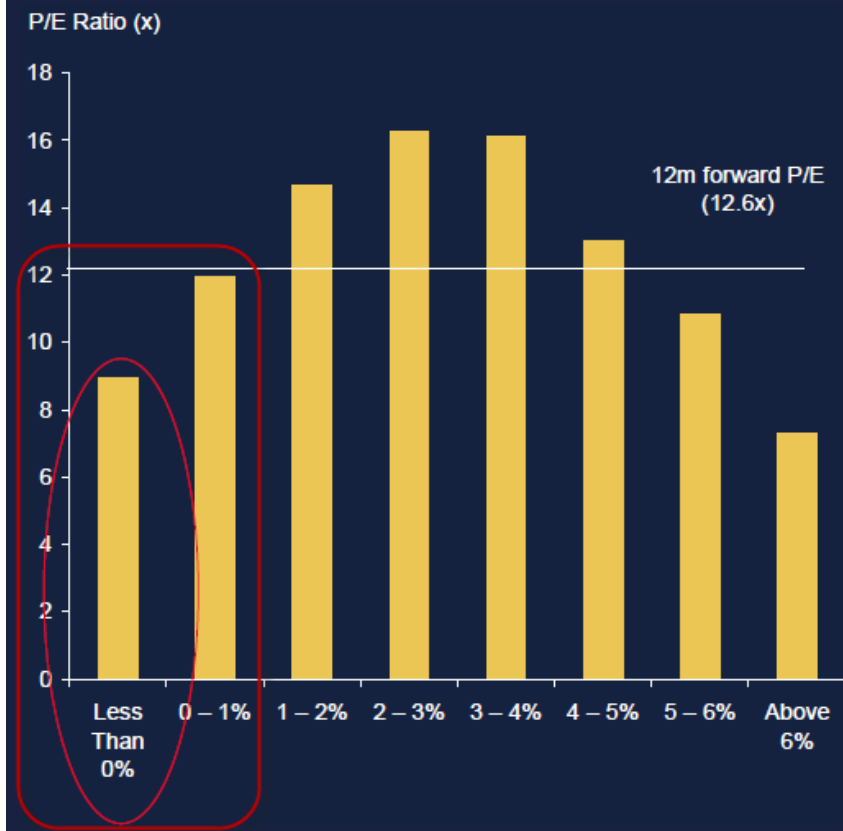


## P/E ratio versus real rates, based on historical data (1978 – 2011)



Source: Datastream, Morgan Stanley Research