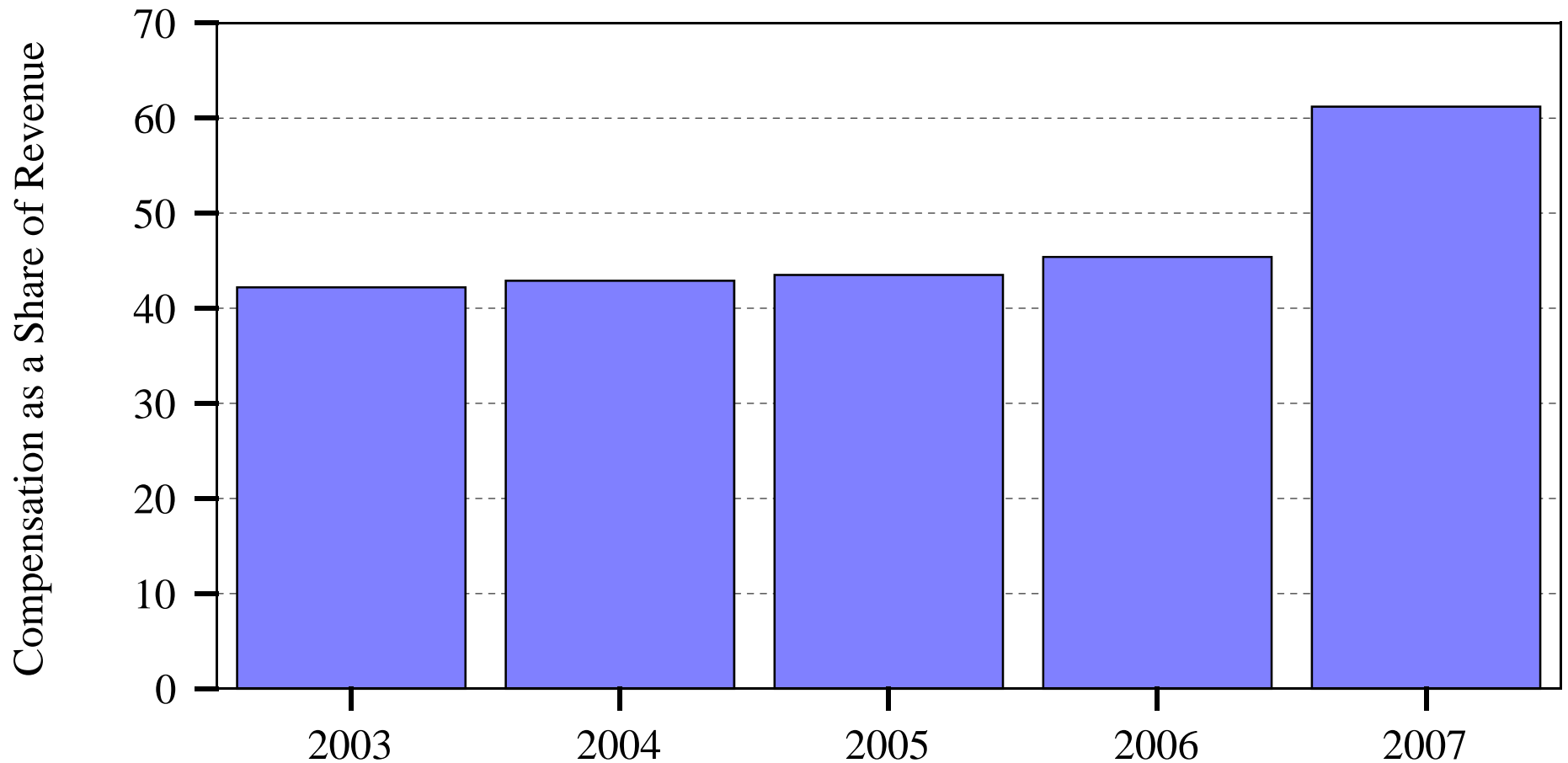


Figure 2

Ratio of Employee Compensation to Revenue

For the Seven Largest Financial Firms Headquartered in New York City



Note: Revenue is net of interest expense. Includes data for Bear Stearns, Citigroup Investment Bank, Goldman Sachs, JP Morgan Chase Investment Bank, Lehman Brothers, Merrill Lynch, and Morgan Stanley.

Sources: Corporate financial statements, OSDC analysis.