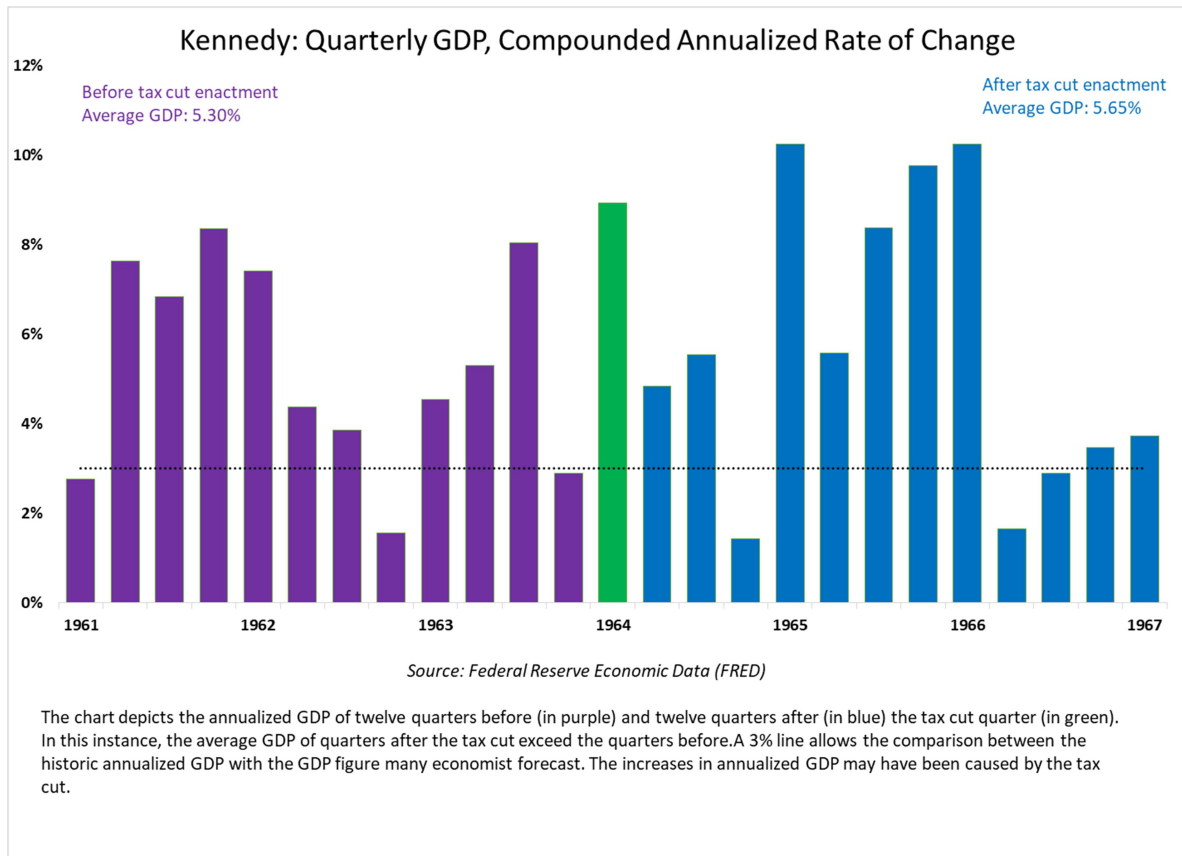


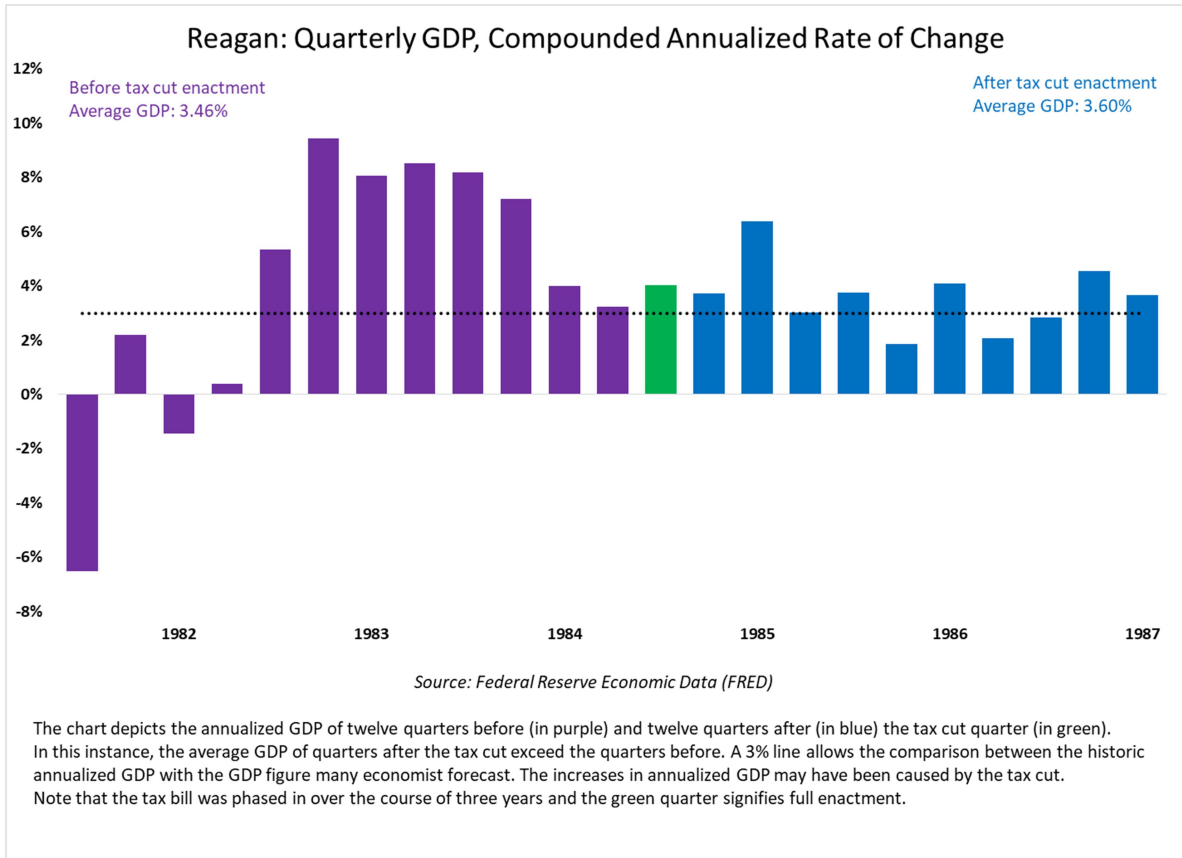


Tax Rate Cuts and Growth

October 16, 2017

There are economists out there who claim that tax rate cuts don't stimulate economic growth. Since a picture is worth a thousand words, here are two pictures that make the growth case. The first chart is economic growth before, during and after the implementation of the Kennedy tax rate cuts. The second chart is the same data for Reagan tax rate cuts. Are you going to believe those other economists or your own eyes? Obviously, President Trump is on the right track and his tax rate cuts are likely to have the same effect on the economy as these two tax reform packages did. Should I say more?





Thomas E. Nugent
Executive Vice-President