

Effective tax rate (%)

50

35

20

5

Irregular Gains

Regular Wages

Discounted Irregular Gains

5

10

15

20

Years before each realisation

\* ETR is total tax over 60 years divided by total income over 60 years.

\*\* Average annual income is \$100,000 in all cases. No real income growth occurs.

Source: e61