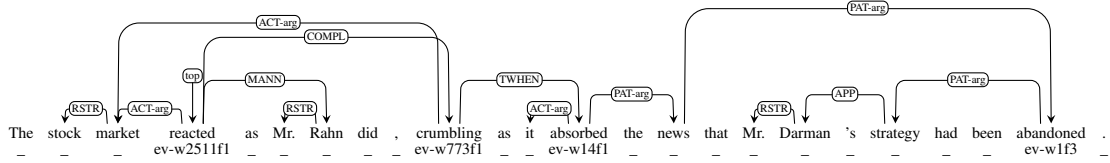
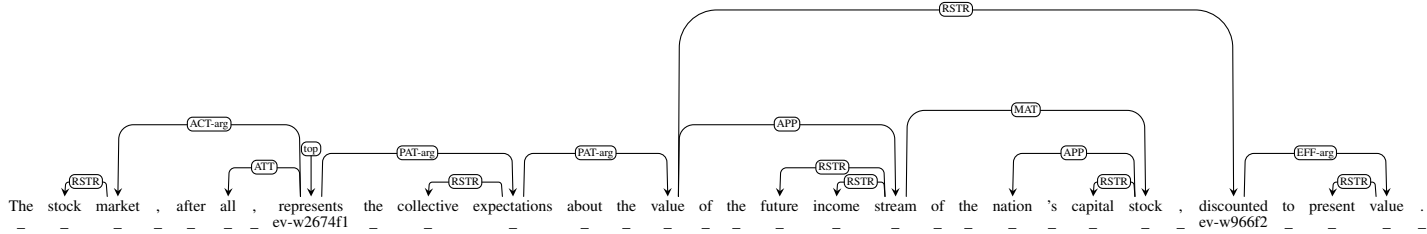


[21939002]

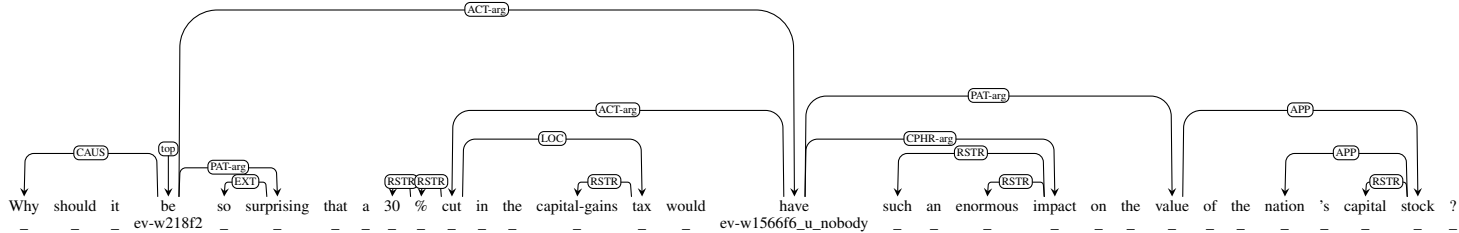




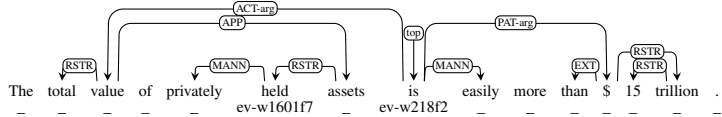
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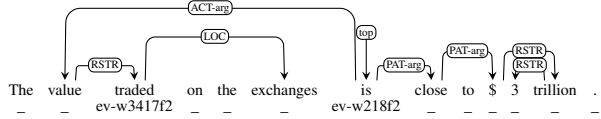
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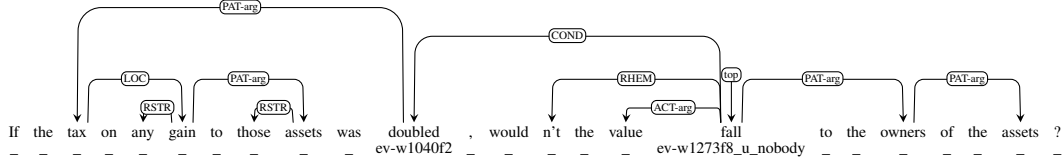
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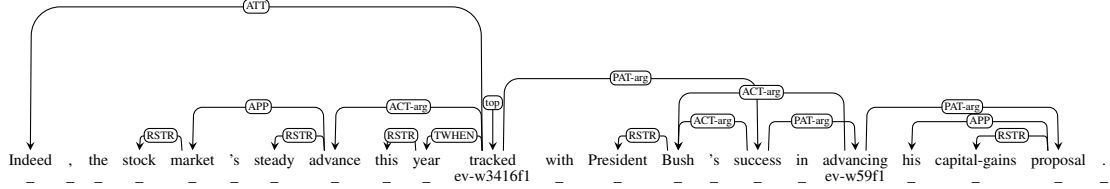
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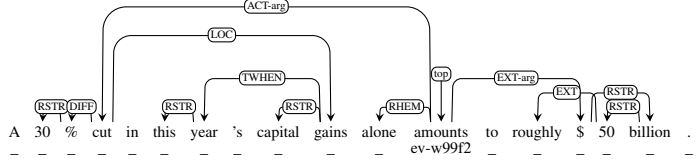
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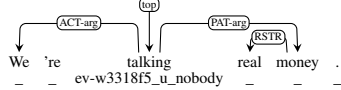
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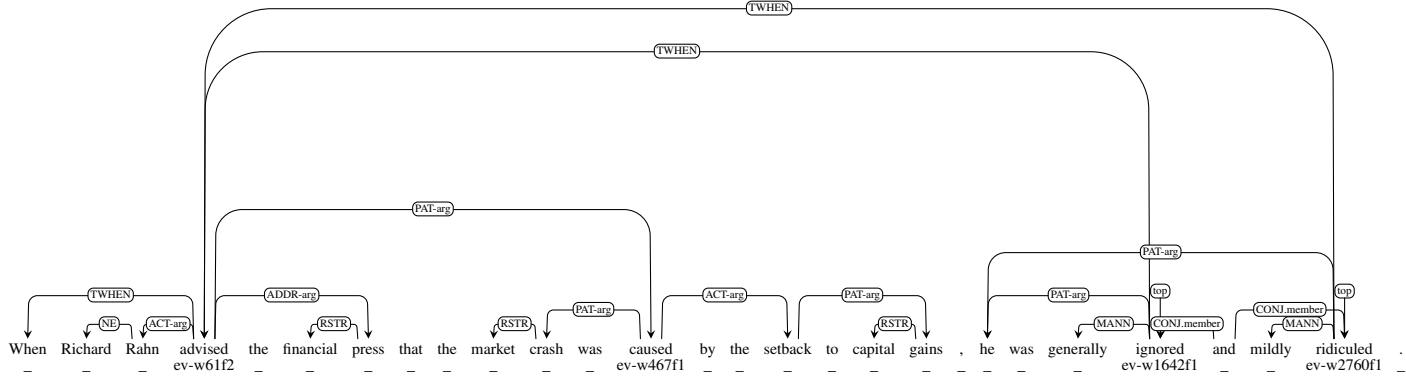
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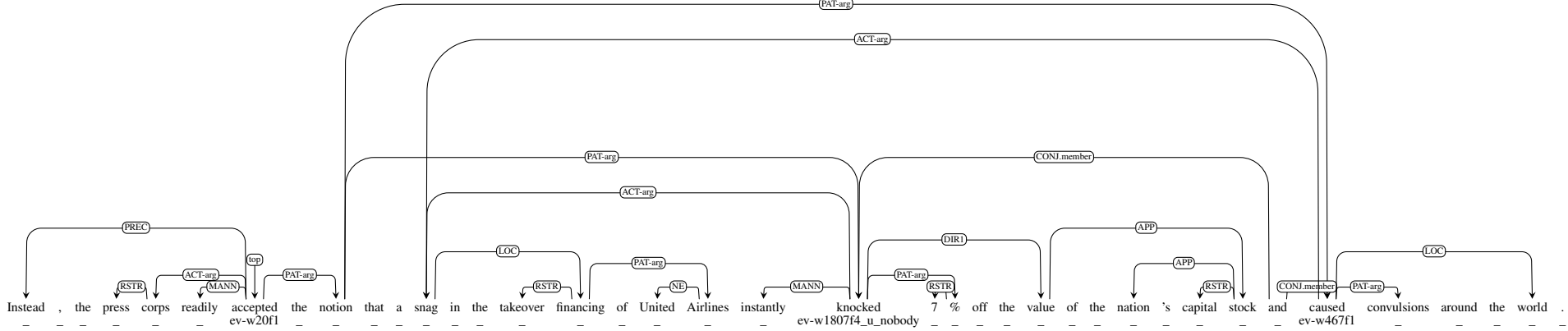
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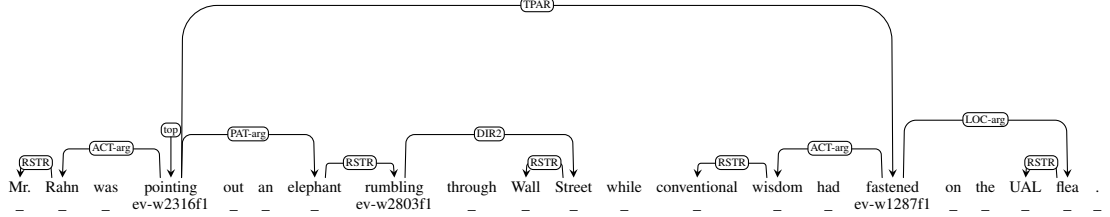
[21939027]



[21939028]



[21939029]



[21939030]

Why is this happening ?  
- - - -

[21939031]

For one thing , quite a number of the leading spokesmen on Wall Street are not portfolio managers , who understand that the value of assets is greatly affected by how government taxes those assets .  
- - - - -

[21939032]

They are economists and financial reporters who sympathize with the view that a capital-gains tax cut benefits the rich .  
- ev-w218f2 - - - - - ev-w3299f1 - - - - - ev-w246f1 - - - - -

[21939033]

Yet they somehow think that Wall Street is indifferent to losing the tax cut that seemed so close Friday morning and is now problematic .  
- - - - - ev-w3363f1 - - - - - ev-w218f2 - - - - - ev-w1906f5 - - - - - ev-w2880f2 - - - - - ev-w218f2 - - - - -

[21939034]

The market rebound Monday followed weekend assurances from Mr. Darman that the administration has other plans to win the cut , which is alive and well .  
- - - - - ev-w1378f2 - - - - - ev-w1566f3 - - - - - ev-w3639f4 - - - - - ev-w218f2 - - - - -

[21939035]

Sen. Bradley 's argument lead to that a capital-gains tax cut would be bad for the economy in the longer run .  
- - - - - ev-w218f2 - - - - - ev-w218f2 - - - - -

[21939036]

It would inevitably lead to an increase in marginal income-tax rates in 1990 , when the White House is forced to ask for higher taxes to meet budget targets .  
- ev-w1835f3 - - - - - ev-w3363f1 - - - - - ev-w1387f3 - - - - - ev-w141f1 - - - - - ev-w1964f1 - - - - -

[21939037]

That is , with capital gains cut , the glue of the 1986 accord will be gone , and political realities will push up income-tax rates .  
- ev-w218f2 - - - - - ev-w790f1 - - - - - ev-w1484f13 - - - - - v-w465\_u\_nobodyf3 - - - - -

[21939038]

The counter-argument , which he has heard is that if he and his fellow Democrats are successful in killing the president 's proposal , the revenue gap will open up tremendously in 1990 because of the weakened economy .  
- ev-w1573f2 - - - - - ev-w218f2 - - - - - ev-w218f2 - - - - - ev-w1801f1 - - - - - ev-w2111f2\_u\_nobody - - - - -

[21939039]

In this atmosphere , there would be no serious consideration of tax increases .  
- - - - - ev-w218f3 - - - - -

[21939040]

