I thank the referee for their useful comments, and make the following remarks in reply:

1. The referee is right to observe that while the term "cut system" appears prominently in the title and elsewhere in the paper, it is never really defined. After some consideration it seems to me better to remove the term from the paper altogether, and leave the development to sequels where it belongs. To this end I have removed all occurrences of "cut system" and referred instead to the "cut operation" which (I hope) is clearly defined in the text. Other occurrences of "cut system" (for instance in the discussion of linear logic) have been replaced by "enrichment" which is a more useful descriptor.