





Income  
Pyramid


Individuals whose incomes  
mostly come from Wages

High  
Incomes



Low Incomes

Individuals whose incomes  
mostly come Capital Gains  
and Interest Income



**Lose** during inflationary  
periods: Inflation erodes  
their real returns and they  
are unfairly taxed

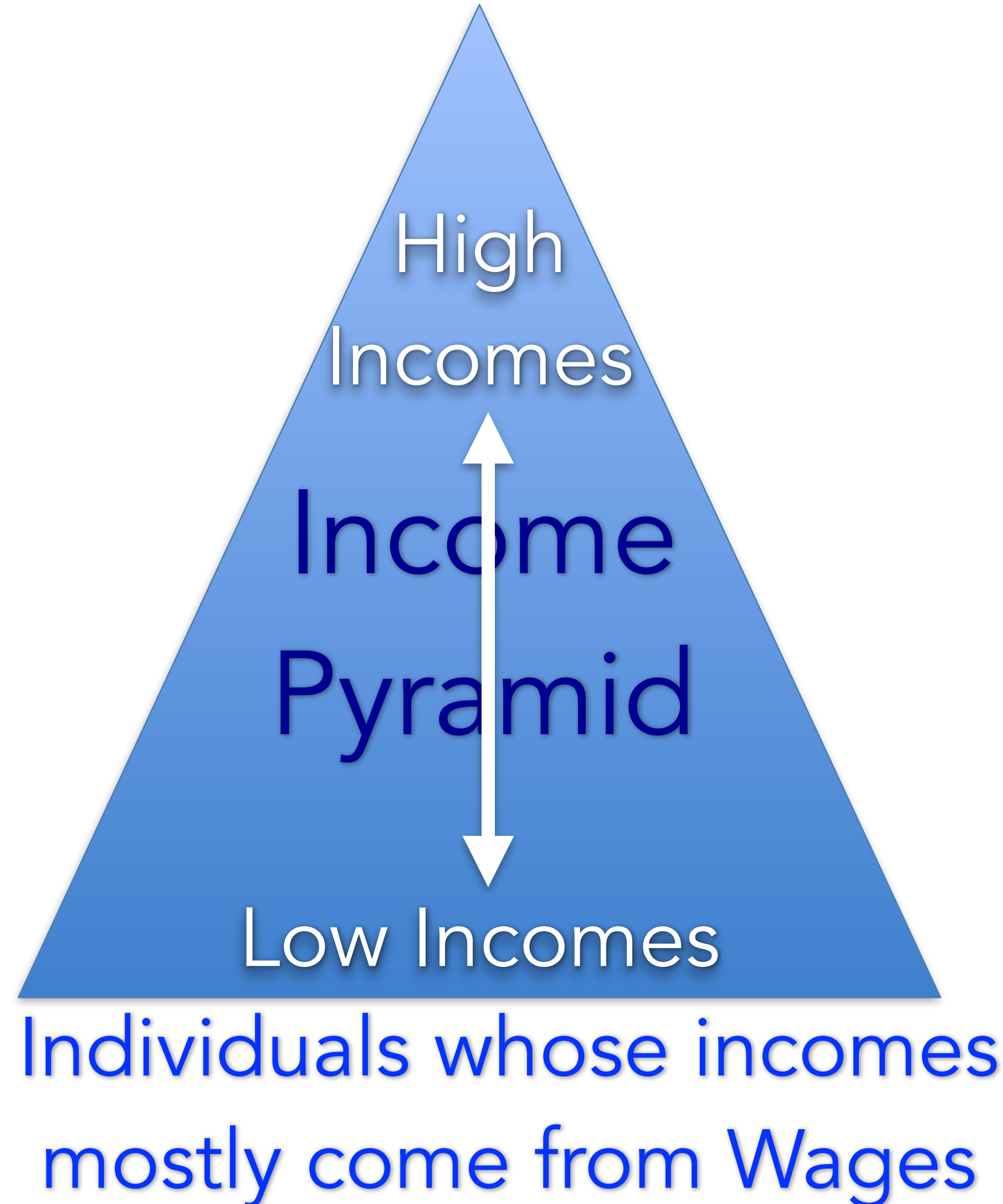
**Gain** during inflationary periods: Borrowers pay less in real terms and most wages are protected from inflation by their labor contract



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