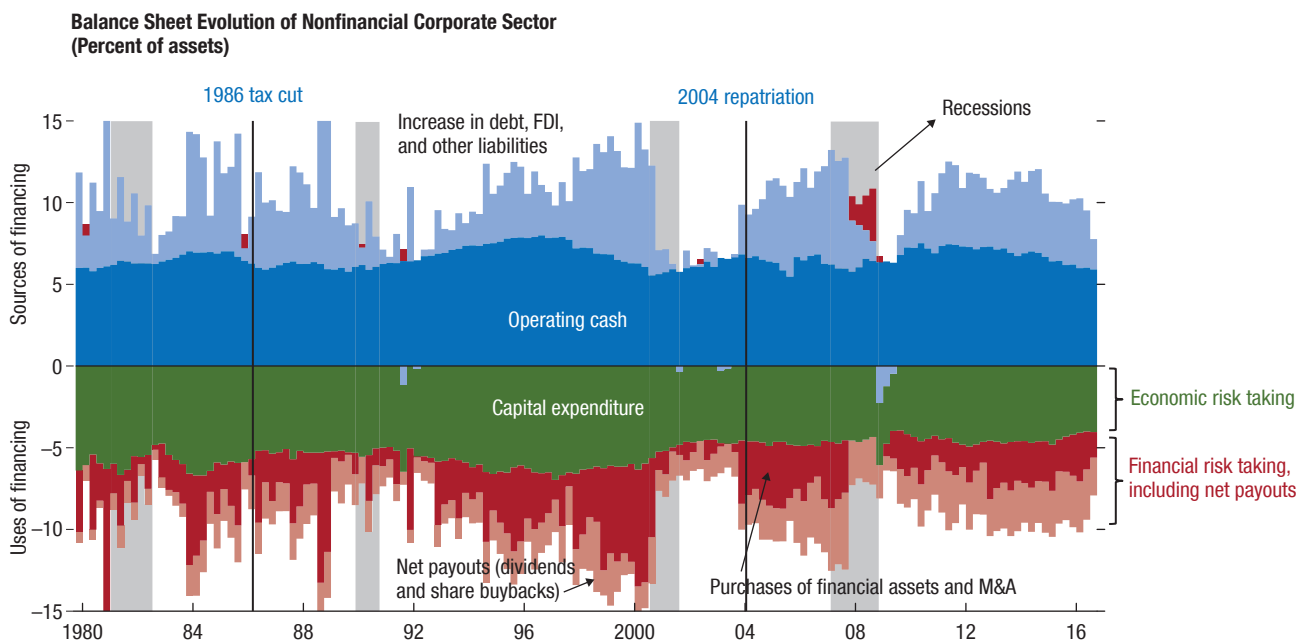


Figure 1.11. United States: A Retrospective on Economic versus Financial Risk Taking

Past corporate tax initiatives have been associated with a limited increase in economic risk taking.



Sources: Federal Reserve; and IMF staff estimates.

Note: Shaded areas indicate economic recessions. FDI = foreign direct investment; M&A = mergers and acquisitions.