

**EXHIBIT 2**  
**Highest Marginal Tax Rate on Form 1040**  
**(based on 2005 tax returns)**

<b>Tax rate classes, all returns</b>	<b>Number of returns</b>	<b>Percent of total</b>	<b>Cumulative percentage</b>
<b>All tax rates</b>	<b>104,321,332</b>	<b>100.00%</b>	<b>–</b>
5%	1,186,478	1.02	1.02%
8%	651	0.00	1.02
10%	25,486,770	24.54	25.56
10% (capital gains)	8,510	0.01	25.58
10% (Form 8814) <sup>1</sup>	13,542	0.01	25.59
15%	40,828,626	39.51	65.10
15% (capital gains) <sup>2</sup>	8,492,769	7.6	72.78
20%	2,960	0.02	72.81
25%	21,625,799	21.15	93.95
25% (capital gains)	371,017	0.30	94.25
28%	3,703,217	3.47	97.73
28% (capital gains)	26,785	0.02	97.74
33%	1,479,592	1.3	99.07
35%	953,005	0.82	99.89
Form 8615 <sup>1</sup>	141,612	0.11%	100.00%

1. Form 8615 was filed for a child under age 14 to report the child's investment income in excess of \$1,600.

2. The returns in this rate classification are not distributed by tax rate.

Source: Data from SOI Tax Stats – Individual Statistical Tables by Tax Rate and Income Percentile – Table 3.4 ([www.irs/taxstats](http://www.irs/taxstats))