

Productivity

**First,
the losses suffered by labour
relative to capital are even more
extreme than previously thought.**

**While productivity gains since
the mid-1990s amounted to 25 per cent
in real terms, wages grew only 11 per cent.**

**Meanwhile, capital income
increased by two-thirds.**

**If there is any doubt that the link between
productivity and wages has broken down,
this should put it to rest.**

**Rana Foroohar, Financial Times, May 30, 2021,
on lessons learned from a new report
from McKinsey Global Institute**