



Consumer deposits
\$40,000

Banks hold
only 10% in
Reserve
\$4,000



Loans
\$36,000



Banks are
allowed to lend
90% of
Depositor's
money!

In the U.S. on any given day only 10% of total deposits is needed
to pay for withdrawals

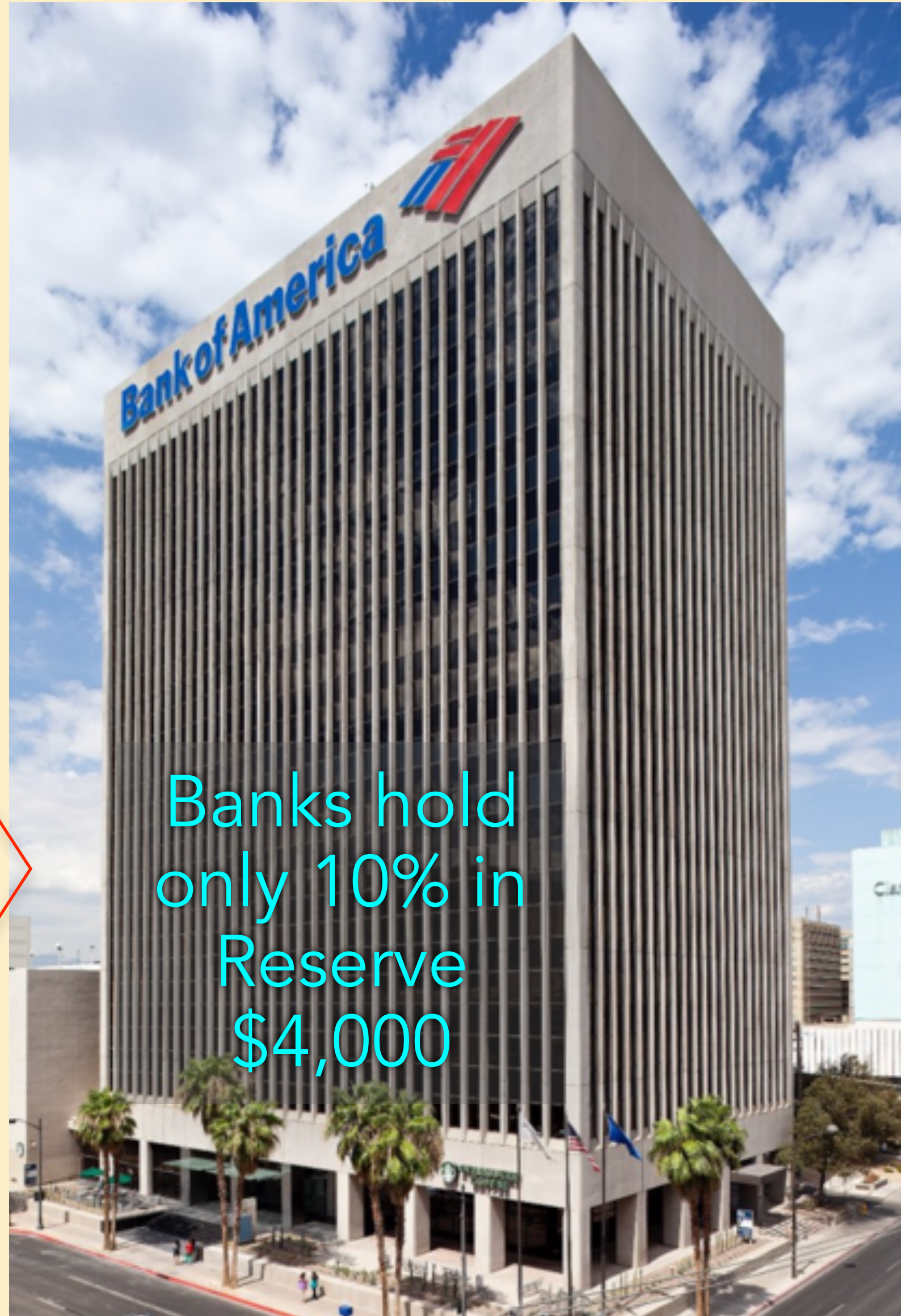
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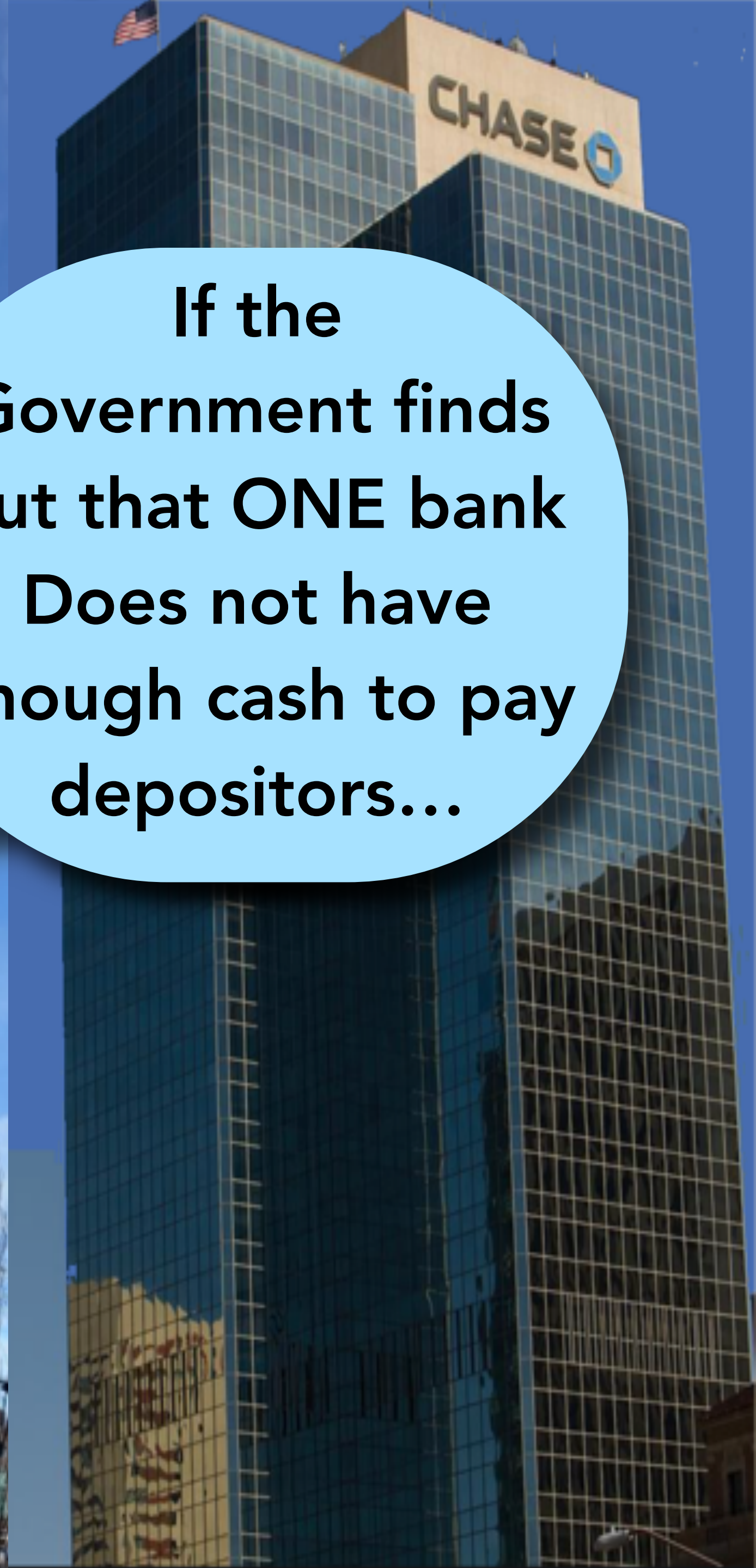
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**If the
Government finds
out that ONE bank
Does not have
enough cash to pay
depositors...**