

Depositors use
checks as money

Banks know depositors do not use
all their money right away ...

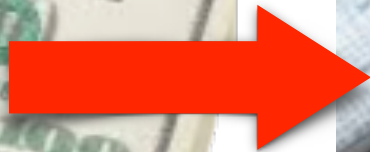
A large, light pink speech bubble with a pointed tail on the left side, containing black text. The bubble has a subtle drop shadow.

Total Checking
Account

Balances larger
than Deposits!

Consumers deposit their
income for safekeeping
and the bank issues a
checking account

The Bank loans out 90%
of Depositors' money



Checking Account



Checking Account



Checking Account



Checking Account

Loan



+ Interest!

Checking Account

Loan



+ Interest!

Checking Account

Loan



+ Interest!

Checking Account

Loan

+ Interest!

Checking Account

Loan

+ Interest!

Checking Account

A large, light pink speech bubble with a white drop shadow, centered on a white background. The bubble has a rounded top and a small tail pointing towards the bottom right.

Total
Deposits

An orange speech bubble with a black outline and a drop shadow, containing the text "32 Gold ingots".

32 Gold
ingots

An orange speech bubble with a pointed tail on the left side, containing text.

Certificates to
redeem 100
Gold ingots

In the U.S. on any given day, only 10% of the money deposited, is needed to pay for withdrawals



Total
Deposits

32 Gold
ingots

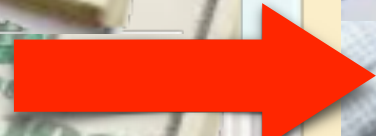
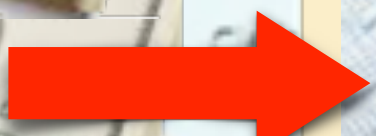
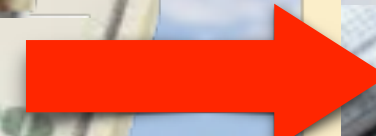
Loan

Loan

Loan

Loan

Loan



+ Interest!

+ Interest!

+ Interest!

+ Interest!

+ Interest!

Checking Account

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Total Checking
Account
Balances larger
than Deposits!

Certificates to
redeem 100
Gold ingots



*Banks create
money by
issuing loans*