

Notes—Mint, 10,000,000			
Cancelled 500,000	9,500,000	Gold, 10,000,000	
Bankers' . . 20,000,000			
Cancelled 1,000,000	19,000,000	Exported 1,500,000	
		Replaced by	
		the Bankers 1,000,000	
			500,000
	28,500,000	Reserve, 9,500,000	
Sovereigns, . . 30,000,000			
Taken by Bank-			
ers to the Mint, 1,000,000	29,000,000		
	57,500,000	Reduction, 2,500,000	

Here the action on the Currency is more than if it had been all
Metallic, viz. :

£1,500,000	Gold exported
500,000	of which is taken from the Reserve, and
1,000,000	taken out of Circulation,
500,000	Mint Notes cancelled, the Reserve having been
	diminished 500,000,
1,000,000	Bankers' Notes cancelled to make up the amount
	of Paper diminished equal to thrice the diminu-
	tion in the Reserve of Gold.
2,500,000	

CASE FOURTH.

Suppose the Bankers could not raise Gold to meet a demand upon them of 1,500,000 from the Mint, and, therefore, each Banker determined to meet the demand upon him by a corresponding demand upon the Mint : for this purpose, whatever demand was made against a Banker for payment of his own Notes, he would meet that demand by taking an equal amount to the Mint in Paper ; say, one-third Mint Notes and two-thirds Bankers' Notes. The 1,500,000 of Gold taken out of the Mint might be liquidated with a small payment in Sovereigns as shown in the following Statement of Account.