

of time, these factors considered in their combined relations to one another will indicate roughly what is the general rate of wages over the given area and for the given period of time. Our deduction is supported by historical facts. The general rate of wages it was said, are higher in America than in England. Taking into consideration the first ^{determining} factor by itself it would appear that they should be lower, the total wealth of England being larger than the total wealth of America. The second ^{other} factor, however, serves as a corrective. It is clear that owing to the nature of the industries and the extent to which industrial inventions and new processes have been introduced that a larger part of this total wealth takes the form of capital to be used in production in the former country than the latter and, lastly, the laboring population in England is ^{proportionately} much larger ^{in England} than ~~the~~ in America.

There is one additional factor to be carefully noted. After a certain stage in industrial progress has been reached ^{in a given country}, investors of capital find it to their interest to seek investments in other