

UNITED STATES DEPARTMENT OF
COMMERCE
NEWS

WASHINGTON, D.C. 20230

Social and Economic
Statistics Administration

BUREAU OF
ECONOMIC ANALYSIS

FOR RELEASE 10:00 A.M. FRIDAY, MARCH 7, 1975

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BEA 75-15

BUSINESSES FORESEE CAPITAL SPENDING DECREASE IN THE FIRST HALF
OF 1975, INCREASE IN THE SECOND

Businesses plan to spend \$116.1 billion for new plant and equipment during 1975, 3-1/2 percent more than in 1974, according to the survey conducted in late January and February by the Bureau of Economic Analysis, an agency of the Social and Economic Statistics Administration of the U. S. Department of Commerce. Spending in 1974 was \$112.4 billion, 12-1/2 percent above 1973.

Spending in the first quarter of 1975 is expected to decline 2-1/2 percent from the fourth quarter to an annual rate of \$113.2 billion and is expected to remain near that level in the second quarter. Projections call for spending to rise in the second half of this year to a rate of \$118.5 billion, 4-1/2 percent above the first half and about 3 percent above the second half of 1974.

These data are not adjusted for price changes. Capital goods prices as measured by the implicit price deflator for fixed nonresidential investment in the national income and product accounts rose 9-1/2 percent in 1974. A survey conducted by the Bureau near the end of 1974 indicated that businessmen expect capital goods prices to rise about 13 percent in 1975. If such price expectations are reflected in the latest projections of 1975 capital spending, then business plans represent an 8-1/2 percent decline in real capital spending.

The survey also reveals sales increases expected for 1975: 6 percent by manufacturers, 5-1/2 percent by trade firms, and 16-1/2 percent by public utilities.

[Over]

The projected increase in spending from 1974 to 1975 in the current survey is about 1 percentage point lower than that shown in the annual survey conducted in late November and December last year. However, differences in estimating technique used in the annual survey and the latest quarterly survey more than outweigh the small difference in the two results. 1/

Actual capital expenditures in the fourth quarter of 1974 increased 2 percent over the third quarter to a seasonally adjusted annual rate of \$116.2 billion; this is about 1-1/2 percent higher than the projection for that quarter reported in December.

1975 investment programs

Investment by manufacturers is expected to total \$49.3 billion in 1975, a 7 percent increase over 1974, while nonmanufacturing industries expect a one-half of 1 percent rise to \$66.8 billion. The expected increase in manufacturing outlays is attributable to the nondurable goods industries, which project a 14 percent increase; durable goods producers expect 1975 outlays to be about the same as last year. In the nondurable goods group, sizable increases are expected by petroleum (27 percent), paper (16 percent), and chemicals (11 percent). The rubber and textile industries expect investment to decline. In durables, a large increase is expected by iron and steel (35 percent); smaller increases are expected by the nonelectrical machinery (4-1/2 percent) and aircraft industries (3-1/2 percent). Most other durable goods industries expect lower outlays, with the largest decline expected by motor vehicles (19 percent).

In nonmanufacturing, expected spending increases by the mining (23 percent), railroad (14 percent), and "other transportation" (27 percent) industries are largely offset by decreases for airlines (6 percent) and commercial firms (3-1/2 percent); expenditures by the "other transportation" industry reflect construction of the trans-Alaska pipeline. Public utility firms expect little change from last year's spending level.

1. The expectations data for the annual fall surveys and the quarterly surveys are adjusted for systematic biases in reporting. The adjustments are computed separately for each major industry. The adjustments for the annual survey data are applied to an industry only when expected spending deviated from actual spending in at least 5 of the last 7 years. When this criterion was met, the adjustment was derived by taking the median deviation between expected and actual spending for the last 5 years. The bias adjustments for the quarterly survey are computed separately for each time period within the year and are based on the experience of the entire postwar period. Thus, the results of this survey differ from the results released in January not only because of changes in the underlying reports but also because of the differing procedures used for bias adjustments.

A summary of projected capital spending for 1975 with actual spending in 1974 and 1973 is shown below. Additional detail for manufacturing is shown in table 1.

	Actual 1973	Actual 1974	Expected 1975	Percent change	
				1973 to 1974	1974 to 1975
	(Billions of dollars)				
All industries.....	99.74	112.40	116.06	12.7	3.3
Manufacturing.....	38.01	46.01	49.30	21.0	7.1
Durable goods.....	19.25	22.62	22.62	17.5	-
Nondurable goods.....	18.76	23.39	26.68	24.7	14.1
Nonmanufacturing.....	61.73	66.39	66.77	7.6	0.6
Mining.....	2.74	3.18	3.90	16.2	22.6
Railroad.....	1.96	2.54	2.89	29.5	13.6
Air transportation.....	2.41	2.00	1.89	-17.0	-5.6
Other transportation.....	1.66	2.12	2.69	27.5	27.1
Public utilities.....	18.71	20.55	20.56	9.8	-
Communications.....	12.85	13.48	13.57	8.6	-2.8
Commercial and other.....	21.40	22.05	21.28	3.0	-3.5

The weakness in capital outlays in the first half of 1975 occurs in both manufacturing and nonmanufacturing industries. Manufacturers expect first half 1975 spending to show little change from the second half of 1974. Spending in the second half of 1974 was 8 percent higher than in the first. Nonmanufacturers expect a 2-1/2 percent drop in first half 1975 spending. Both sectors expect spending to increase in the second half of 1975: 6-1/2 percent for manufacturers and 3 percent for nonmanufacturers.

Starts and carryover of projects

Manufacturers started new investment projects during the fourth quarter of 1974 totaling \$12.9 billion, seasonally adjusted, compared with \$13.6 billion in the third quarter. Starts for the primary metal industries almost doubled in the fourth quarter, and smaller increases occurred for the chemical and food-beverage industries. However, most other major manufacturing industries reported lower starts in the fourth quarter than in the third.

New projects started by manufacturers exceeded their capital expenditures in the fourth quarter of 1974, resulting in an increase in carryover -- the amounts still to be spent on plant and equipment projects already underway. Seasonally adjusted carryover at the end of December totaled \$38.6 billion for all manufacturers, up about \$900 million from the end of September and about \$6-1/2 billion from December 1973.

Starts by public utilities dropped sharply in the fourth quarter to \$6.8 billion compared with \$14.3 billion in the third quarter. Carryover of utility projects rose to \$89.4 billion at the end of December; this increase of \$1.6 billion compares with an increase of \$9.3 billion in the preceding quarter and \$4.8 billion in the fourth quarter of 1973.

Sales expectations for 1975

Manufacturers expect sales to rise 6 percent in 1975, compared with 14-1/2 percent in 1974. Durables producers expect a 5 percent increase, compared with 10 percent in 1974. Nondurables producers expect a 7-1/2 percent increase, compared with a 19-1/2 percent increase last year.

Wholesale trade firms expect a 5-1/2 percent increase in sales in 1975, compared with 23 percent in 1974. Retail firms also expect a 5-1/2 percent increase; they reported a 7 percent increase in 1974. Public utilities project a 16-1/2 percent rise in revenues, compared with a 20 percent rise last year.

Coverage of report

This summary of plant and equipment expenditures is based on estimates for nonagricultural industry groups presented in the attached tables. The basic data are derived from reports submitted by a large sample of companies, unincorporated as well as corporate, to the Bureau of Economic Analysis. Transportation companies report to the Interstate Commerce Commission. The estimates presented are universe totals of expenditures for new plant and equipment in the United States based on the sample data. They are compiled from reports on a company basis and not from separate reports for plants or establishments. A company's entire capital expenditures are assigned to a single industry in accordance with the industry classification of the company's principal products.

Additional discussion will appear in the March issue of the Survey of Current Business, published monthly by the Bureau of Economic Analysis.

The Survey is available from District Offices of the Department of Commerce, or from the Superintendent of Documents, U. S. Government Printing Office, Washington, D. C. 20402, at an annual subscription price of \$48.30, including weekly supplements.

Table 1.--Expenditures for New Plant and Equipment by U.S. Business, 1/ Quarterly, Not Adjusted for Seasonal Variation, 1973-75
(Billions of dollars)

	1973	1974	1975 2/	1973				1974				1975		
				I	II	III	IV	I	II	III	IV	I 2/	II 2/	2nd half 2/
ALL INDUSTRIES.....	99.74	112.40	116.06	21.50	24.73	25.04	28.48	24.10	28.16	28.23	31.92	25.33	28.67	62.06
Manufacturing.....	38.01	46.01	49.30	7.80	9.16	9.62	11.43	9.49	11.27	11.62	13.63	10.46	11.87	26.96
Durable goods.....	19.25	22.62	22.62	3.92	4.65	4.84	5.84	4.74	5.59	5.65	6.64	4.87	5.32	12.43
Primary metals 3/.....	3.43	4.95	5.93	.67	.80	.91	1.05	.93	1.14	1.24	1.64	1.25	1.42	3.25
Blast furnaces, steel works....	1.38	2.12	2.86	.27	.34	.34	.43	.35	.48	.51	.78	.54	.66	1.66
Nonferrous metals.....	1.67	2.33	2.34	.33	.37	.45	.52	.48	.54	.60	.71	.57	.58	1.19
Electrical machinery.....	2.84	2.97	2.69	.56	.66	.72	.90	.63	.77	.76	.81	.55	.62	1.52
Machinery, except electrical....	3.42	4.42	4.61	.71	.87	.83	1.00	.83	1.05	1.12	1.42	1.03	1.06	2.52
Transportation equipment 3/.....	3.12	3.75	3.23	.62	.74	.80	.95	.87	1.02	.94	.93	.72	.80	1.72
Motor vehicles.....	2.28	2.70	2.18	.43	.54	.60	.71	.66	.77	.65	.62	.48	.54	1.15
Aircraft 4/.....	.53	.80	.82	.12	.12	.13	.16	.17	.18	.22	.23	.18	.19	.45
Stone, clay, and glass.....	1.49	1.44	1.46	.33	.37	.36	.43	.32	.36	.36	.40	.30	.32	.84
Other durables 5/.....	4.96	5.10	4.70	1.03	1.20	1.23	1.51	1.16	1.25	1.24	1.45	1.02	1.10	2.58
Nondurable goods.....	18.76	23.39	26.68	3.88	4.51	4.78	5.59	4.75	5.69	5.96	6.99	5.60	6.55	14.53
Food including beverage.....	3.11	3.25	3.46	.65	.78	.81	.87	.71	.81	.85	.89	.74	.84	1.88
Textile.....	.77	.84	.70	.18	.18	.20	.21	.23	.22	.20	.20	.17	.17	.36
Paper.....	1.86	2.58	2.98	.36	.46	.51	.53	.49	.62	.66	.82	.60	.68	1.70
Chemical.....	4.46	5.69	6.31	.87	1.06	1.11	1.41	1.20	1.33	1.48	1.69	1.40	1.57	3.34
Petroleum.....	5.45	8.00	10.19	1.10	1.26	1.39	1.71	1.47	1.93	2.03	2.57	2.05	2.58	5.56
Rubber.....	1.56	1.47	1.41	.36	.37	.40	.44	.33	.39	.36	.39	.29	.32	.80
Other nondurables 6/.....	1.56	1.55	1.63	.37	.41	.37	.42	.33	.40	.40	.43	.34	.39	.90
Nonmanufacturing.....	61.73	66.39	66.77	13.69	15.57	15.42	17.05	14.61	16.89	16.61	18.29	14.87	16.80	35.10
Mining.....	2.74	3.18	3.90	.63	.71	.69	.71	.68	.78	.80	.91	.87	.93	2.09
Railroad.....	1.96	2.54	2.89	.46	.46	.48	.56	.50	.64	.64	.78	.66	.80	1.43
Air transportation.....	2.41	2.00	1.89	.52	.72	.57	.60	.47	.61	.43	.48	.46	.60	.83
Other transportation.....	1.66	2.12	2.69	.32	.43	.44	.47	.34	.49	.58	.71	.53	.61	1.55
Public utilities.....	18.71	20.55	20.56	3.95	4.59	4.82	5.36	4.38	5.30	5.20	5.67	4.37	5.08	11.10
Electric.....	15.94	17.63	17.51	3.45	3.91	4.04	4.54	3.85	4.56	4.42	4.80	3.81	4.32	9.38
Gas and other.....	2.76	2.92	3.04	.50	.68	.77	.82	.52	.75	.78	.87	.56	.76	1.72
Communication.....	12.85	13.96	13.57	2.87	3.27	3.19	3.53	3.19	3.60	3.39	3.78	7.98	8.77	18.10
Commercial and other 7/.....	21.40	22.05	21.28	4.94	5.40	5.24	5.83	5.05	5.46	5.57	5.97			

1. Excludes agricultural business; real estate operators; medical, legal, educational, and cultural services; and nonprofit organizations.

2. Estimates are based on expected capital expenditures reported by business in late January and February 1975. The estimates for the first quarter, second quarter and second half of 1975 have been corrected for systematic biases. The adjustment procedures are described in the February 1970 issue of the Survey of Current Business. Before such adjustments, 1975 expenditures were expected to be \$117.19 billion for all industries, \$51.54 billion for manufacturing and \$65.65 billion for manufacturing.

3. Includes data not shown separately.

4. Includes guided missiles and space vehicles.

5. Includes fabricated metal, lumber, furniture, instrument, ordnance and miscellaneous except guided missiles and space vehicles.

6. Includes apparel, tobacco, leather and printing-publishing.

7. Includes trade, service, construction, finance and insurance.

NOTE.--Detail may not add to totals because of rounding.

Source: U.S. Department of Commerce, Bureau of Economic Analysis.

Table 2.--Expenditures for New Plant and Equipment by U.S. Business, 1/ Quarterly, Seasonally Adjusted at Annual Rates, 1973-75
(Billions of dollars)

	1973				1974				1975		
	I	II	III	IV	I	II	III	IV	I 2/	II 2/	2nd half 2/
ALL INDUSTRIES.....	96.19	97.76	100.90	103.74	107.27	111.40	113.99	116.22	113.22	113.83	118.49
Manufacturing.....	35.51	36.58	38.81	40.61	42.86	45.32	47.04	48.08	47.55	47.76	50.73
Durable goods.....	17.88	18.64	19.73	20.48	21.43	22.50	23.08	23.28	22.04	21.44	23.40
Primary metals 3/.....	3.08	3.30	3.64	3.64	4.17	4.71	4.96	5.76	5.66	5.86	6.06
Blast furnaces, steel works.....	1.32	1.37	1.38	1.44	1.70	1.95	2.06	2.60	2.60	2.68	3.04
Nonferrous metals.....	1.42	1.55	1.83	1.82	1.99	2.34	2.40	2.53	2.40	2.51	2.24
Electrical machinery.....	2.73	2.69	2.99	2.92	3.04	3.15	3.13	2.64	2.67	2.51	2.77
Machinery, except electrical.....	3.23	3.44	3.43	3.53	3.78	4.15	4.62	4.95	4.72	4.18	4.76
Transportation equipment 3/.....	2.81	2.92	3.12	3.56	3.94	4.02	3.73	3.39	3.24	3.16	3.26
Motor vehicles.....	1.97	2.09	2.35	2.67	3.02	3.02	2.58	2.24	2.22	2.14	2.18
Aircraft 4/.....	.56	.50	.51	.57	.75	.72	.86	.84	.80	.79	.85
Stone, clay, and glass.....	1.38	1.48	1.53	1.54	1.33	1.44	1.52	1.44	1.24	1.29	1.64
Other durables 5/.....	4.65	4.82	5.02	5.30	5.17	5.02	5.12	5.10	4.52	4.43	4.91
Nondurable goods.....	17.63	17.94	19.08	20.13	21.53	22.82	23.96	24.80	25.51	26.32	27.33
Food including beverage.....	2.85	2.98	3.17	3.40	3.11	3.14	3.34	3.41	3.25	3.24	3.67
Textile.....	.79	.67	.80	.81	.99	.82	.81	.76	.76	.64	.70
Paper.....	1.70	1.83	2.00	1.88	2.27	2.49	2.55	2.92	2.79	2.76	3.16
Chemical.....	3.86	4.15	4.67	5.02	5.34	5.23	6.26	5.90	6.24	6.19	6.39
Petroleum.....	5.19	5.17	5.40	5.93	6.99	5.98	7.94	8.78	9.73	10.66	10.14
Rubber.....	1.57	1.51	1.60	1.56	1.39	1.60	1.43	1.45	1.24	1.30	1.53
Other nondurables 6/.....	1.66	1.62	1.45	1.53	1.44	1.55	1.63	1.58	1.50	1.52	1.74
Nonmanufacturing.....	60.68	61.18	62.09	63.12	64.31	66.08	66.94	68.14	65.67	66.07	67.75
Mining.....	2.59	2.77	2.82	2.76	2.80	3.07	3.27	3.56	3.59	3.64	4.17
Railroad.....	2.11	1.75	1.95	2.05	2.10	2.42	2.68	3.05	2.83	3.05	2.87
Air transportation.....	2.21	2.72	2.49	2.20	2.13	2.21	1.84	1.81	2.06	2.15	1.66
Other transportation.....	1.53	1.62	1.79	1.73	1.63	1.84	2.16	2.71	2.67	2.63	2.82
Public utilities.....	18.38	18.08	18.58	19.80	20.12	20.97	20.16	20.93	20.14	20.10	20.98
Electric.....	15.40	15.55	16.00	16.72	17.12	18.10	17.47	17.76	16.93	17.17	17.93
Gas and other.....	2.98	2.52	2.58	3.08	3.00	2.87	2.68	3.17	3.21	2.92	3.05
Communication.....	12.34	12.70	13.12	13.24	13.83	13.94	14.01	14.04	34.38	34.50	35.24
Commercial and other 7/.....	21.53	21.55	21.36	21.35	21.69	21.63	22.84	22.04			

1. Excludes agricultural business; real estate operators; medical, legal, educational, and cultural services; and nonprofit organizations.
2. Estimates are based on expected capital expenditures reported by business in late January and February 1975. The estimates for the first quarter, second quarter and second half of 1975 have been corrected for systematic biases, as described in the technical notes of the February 1970 Survey of Current Business.
3. Includes data not shown separately.
4. Includes guided missiles and space vehicles.
5. Includes fabricated metal, lumber, furniture, instrument, ordnance and miscellaneous except guided missiles and space vehicles.
6. Includes apparel, tobacco, leather and printing-publishing.
7. Includes trade, service, construction, finance and insurance.

NOTE.--Details may not add to totals because of rounding.
Source: U.S. Department of Commerce, Bureau of Economic Analysis.

Table 3.--Starts and Carryover of Plant and Equipment Projects, Manufacturing and Public Utilities, 1972-74
(Billions of dollars)

	Starts 1/												Carryover 2/							
	Annual			1973				1974				1973				1974				
	1972	1973	1974	I	II	III	IV	I	II	III	IV	March	June	Sept.	Dec.	March	June	Sept.	Dec.	
Manufacturing 3/.....	35.21	47.57	52.49	11.08	12.11	11.50	12.88	12.40	13.75	12.97	13.38	24.63	27.58	29.46	30.91	33.82	36.30	37.65	37.39	
Durable goods 3/.....	17.07	23.73	25.86	5.34	5.86	5.83	6.70	6.00	6.50	6.20	7.16	11.95	13.16	14.14	15.01	16.27	17.19	17.74	18.25	
Primary metals.....	3.19	5.00	8.20	1.16	1.14	1.23	1.48	1.84	1.79	1.55	3.02	3.60	3.94	4.26	4.68	5.59	6.24	6.56	7.93	
Electrical machinery.....	2.34	3.32	2.72	.71	.77	.74	1.09	.71	.70	.57	.75	1.72	1.83	1.86	2.05	2.12	2.05	1.87	1.80	
Machinery, except electrical.....	3.11	3.71	5.14	.87	.97	.86	1.00	1.24	1.16	1.22	1.52	1.14	1.24	1.27	1.27	1.68	1.79	1.89	2.00	
Transportation equipment 4/.....	2.66	3.86	3.32	.88	.98	1.00	1.00	.82	1.21	.76	.52	2.81	3.04	3.24	3.30	3.25	3.44	3.27	2.87	
Stone, clay, and glass.....	1.46	1.81	1.48	.37	.53	.52	.39	.36	.40	.46	.26	.84	1.00	1.16	1.12	1.16	1.20	1.30	1.16	
Nondurable goods 3/.....	18.14	23.84	26.63	5.74	6.26	5.67	6.17	6.40	7.25	6.77	6.22	12.68	14.43	15.32	15.90	17.55	19.11	19.91	19.14	
Food including beverage.....	2.98	3.71	3.37	.72	.90	1.24	.86	1.01	.92	.77	.67	1.50	1.62	2.04	2.02	2.32	2.44	2.36	2.14	
Textile.....	.64	.93	.71	.31	.20	.16	.26	.25	.18	.15	.13	.35	.37	.33	.40	.38	.36	.31	.24	
Paper.....	1.60	2.40	3.08	.58	.54	.51	.78	.77	.95	.82	.53	1.16	1.24	1.23	1.48	1.76	2.10	2.27	1.98	
Chemical.....	3.92	6.65	7.36	1.57	1.44	1.86	1.78	1.74	1.61	1.96	2.04	3.50	3.88	4.63	4.99	5.54	5.82	6.30	6.65	
Petroleum.....	6.15	7.02	9.29	1.74	2.41	1.12	1.75	2.00	2.74	2.37	2.18	4.62	5.78	5.51	5.56	6.08	6.89	7.24	6.85	
Public utilities.....	28.60	38.13	45.74	11.88	8.46	8.21	9.58	16.33	11.95	9.78	7.68	49.80	53.67	57.07	61.29	73.24	79.89	84.47	86.47	
Adjusted for seasonal variation																				
Manufacturing 3/.....	---	---	---	10.89	12.36	12.09	12.46	11.85	14.20	13.56	12.89	24.05	27.26	29.65	31.96	33.07	35.94	37.74	38.61	
Durable goods 3/.....	---	---	---	5.19	6.02	6.18	6.46	5.70	6.73	6.58	6.71	11.64	13.00	14.24	15.58	15.92	17.03	17.84	18.73	
Primary metals.....	---	---	---	.99	1.24	1.24	1.63	1.52	1.97	1.57	3.08	3.49	3.90	4.23	4.95	5.42	6.21	6.54	8.18	
Electrical machinery.....	---	---	---	.69	.86	.81	.95	.70	.76	.66	.60	1.64	1.82	1.89	2.12	2.06	2.03	1.90	1.85	
Machinery, except electrical.....	---	---	---	.94	.98	.98	.79	1.32	1.18	1.36	1.28	1.10	1.22	1.35	1.26	1.63	1.77	1.97	2.01	
Transportation equipment 4/.....	---	---	---	.87	.93	.98	1.08	.82	1.21	.72	.55	2.80	3.00	3.20	3.40	3.23	3.44	3.23	2.93	
Stone, clay, and glass.....	---	---	---	.30	.57	.50	.44	.30	.38	.46	.31	.81	1.01	1.13	1.19	1.16	1.19	1.26	1.21	
Nondurable goods 3/.....	---	---	---	5.70	6.34	5.91	6.00	6.16	7.47	6.98	6.18	12.41	14.26	15.40	16.37	17.15	18.91	19.90	19.88	
Food including beverage.....	---	---	---	.79	.85	1.19	.88	1.08	.93	.61	.72	1.51	1.61	2.01	2.04	2.35	2.50	2.27	2.14	
Textile.....	---	---	---	.31	.17	.17	.30	.22	.15	.17	.15	.35	.35	.32	.42	.39	.34	.31	.27	
Paper.....	---	---	---	.54	.58	.53	.77	.70	1.00	.93	.42	1.10	1.22	1.25	1.55	1.68	2.06	2.35	2.04	
Chemical.....	---	---	---	1.46	1.45	1.91	1.89	1.50	1.71	2.01	2.23	3.42	3.83	4.58	5.22	5.38	5.78	6.22	6.98	
Petroleum.....	---	---	---	1.72	2.56	1.26	1.48	2.00	2.86	2.53	2.01	4.47	5.74	5.65	5.65	5.90	6.77	7.32	7.13	
Public utilities.....	---	---	---	7.94	10.00	11.25	9.71	10.42	14.57	14.29	6.85	46.99	52.47	59.08	63.84	69.23	78.55	87.81	89.42	

- Starts are estimated by adding changes in carryover to expenditures during the given period.
- Carryover refers to expenditures yet to be incurred in plant and equipment projects already underway at end of period.
- Includes data not shown separately.
- Includes guided missiles and space vehicles.

NOTE.--Details may not add to totals because of rounding.

Source: U.S. Department of Commerce, Bureau of Economic Analysis.

Table 4.--Business Sales: Annual Percent Change, 1973-75

	1973	1974		1975
	Actual	Expected <u>1/</u>	Actual	Expected
Manufacturing.....	15.6	8.1	14.5	6.2
Durable goods <u>2/</u>	16.6	7.2	10.1	4.9
Primary metals.....	24.3	9.5	28.2	6.4
Electrical machinery.....	13.5	10.7	5.1	5.6
Machinery, except electrical.....	20.2	11.2	18.0	7.2
Transportation equipment.....	16.6	.2	-3.3	.4
Stone, clay, and glass.....	11.6	4.8	7.0	8.5
Nondurable goods <u>2/</u>	14.4	9.2	19.6	7.6
Food including beverage.....	17.9	8.7	16.2	6.7
Textile.....	14.2	7.6	8.4	-2.9
Paper.....	14.6	9.8	22.8	8.7
Chemical.....	16.7	10.9	21.4	13.8
Petroleum.....	19.7	13.2	58.7	9.9
Rubber.....	6.8	8.5	14.3	5.2
Trade.....	16.2	7.6	13.5	5.7
Wholesale.....	22.3	8.6	22.8	5.7
Retail.....	12.2	6.9	6.8	5.6
Public utilities.....	11.2	15.8	20.2	16.6

1. Expectations for 1974 are based on the survey conducted in late January and February 1974.

2. Includes industries not shown separately.

Source: U.S. Department of Commerce, Bureau of Economic Analysis.