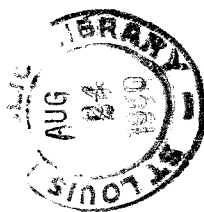


Economic Indicators

AUGUST 1950

*Prepared for the Joint Committee on the Economic Report
by the Council of Economic Advisers*



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To print the monthly publication entitled "Economic Indicators"

Resolved by the Senate and House of Representatives of the United States of America in Congress assembled, That the Joint Committee on the Economic Report be authorized to issue a monthly publication entitled "Economic Indicators," and that a sufficient quantity be printed to furnish one copy to each Member of Congress; the Secretary and the Sergeant at Arms of the Senate; the Clerk, Sergeant at Arms, and Doorkeeper of the House of Representatives; two copies to the libraries of the Senate and House, and the Congressional Library; seven hundred copies to the Joint Committee on the Economic Report; and the required number of copies to the Superintendent of Documents for distribution to depository libraries; and that the Superintendent of Documents be authorized to have copies printed for sale to the public.

Approved June 23, 1949.

Charts drawn by Graphics Unit, Office of the Secretary, Department of Commerce

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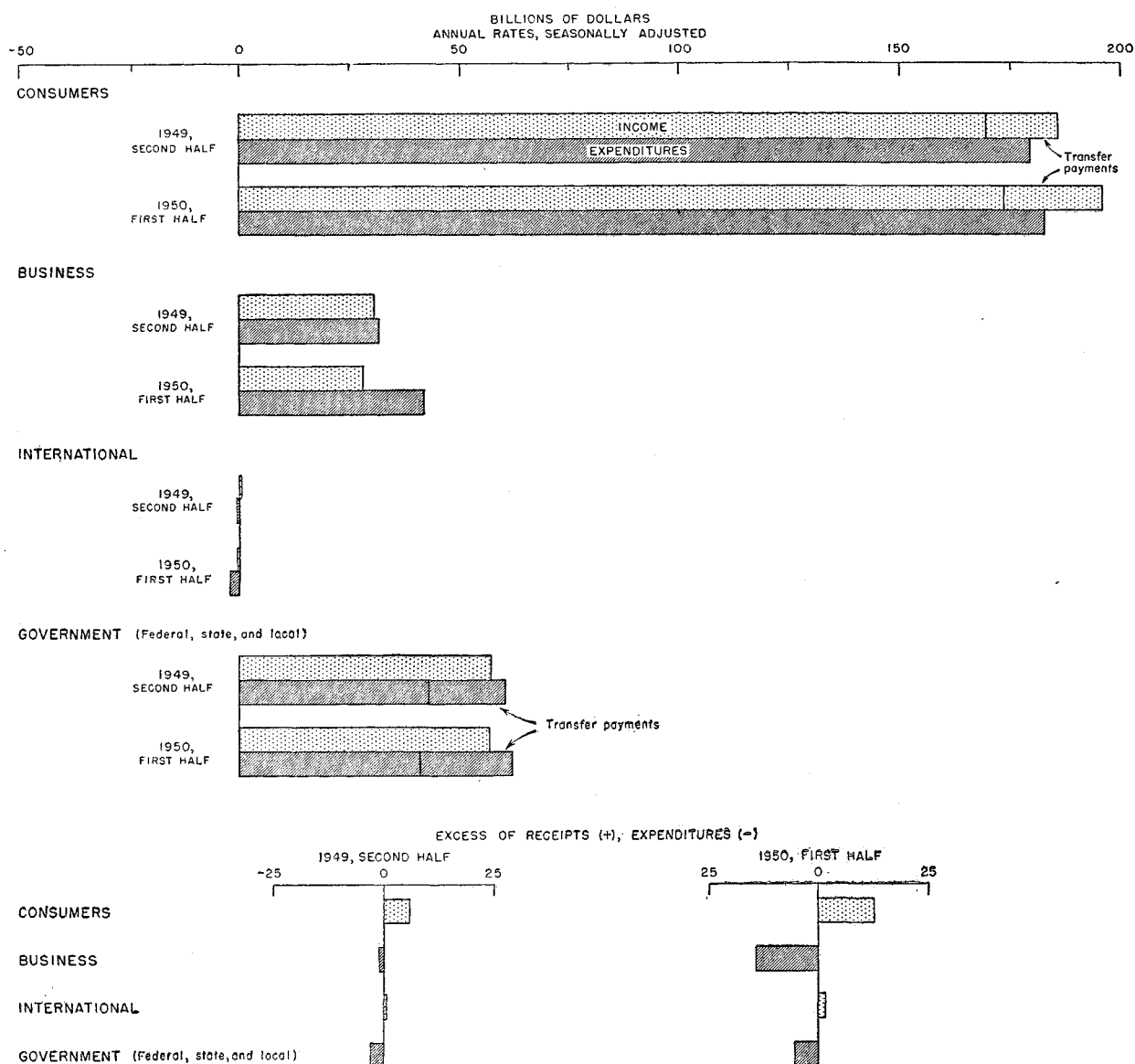
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THE TOTAL OUTPUT OF THE ECONOMY

THE NATION'S ECONOMIC BUDGET

Consumer income and saving in the 1st half of 1950 were substantially higher than in 2nd half of 1949, due in part to payment of the National Service Life Insurance dividend. This payment (\$5.2 billion at an annual rate) more than accounted for the Government cash deficit in the 1st half of 1950.



✓ TRANSFER PAYMENTS ARE INCLUDED IN RECEIPTS OR EXPENDITURES OF THE SEPARATE ACCOUNTS BUT NOT IN THE TOTAL GROSS NATIONAL PRODUCT.

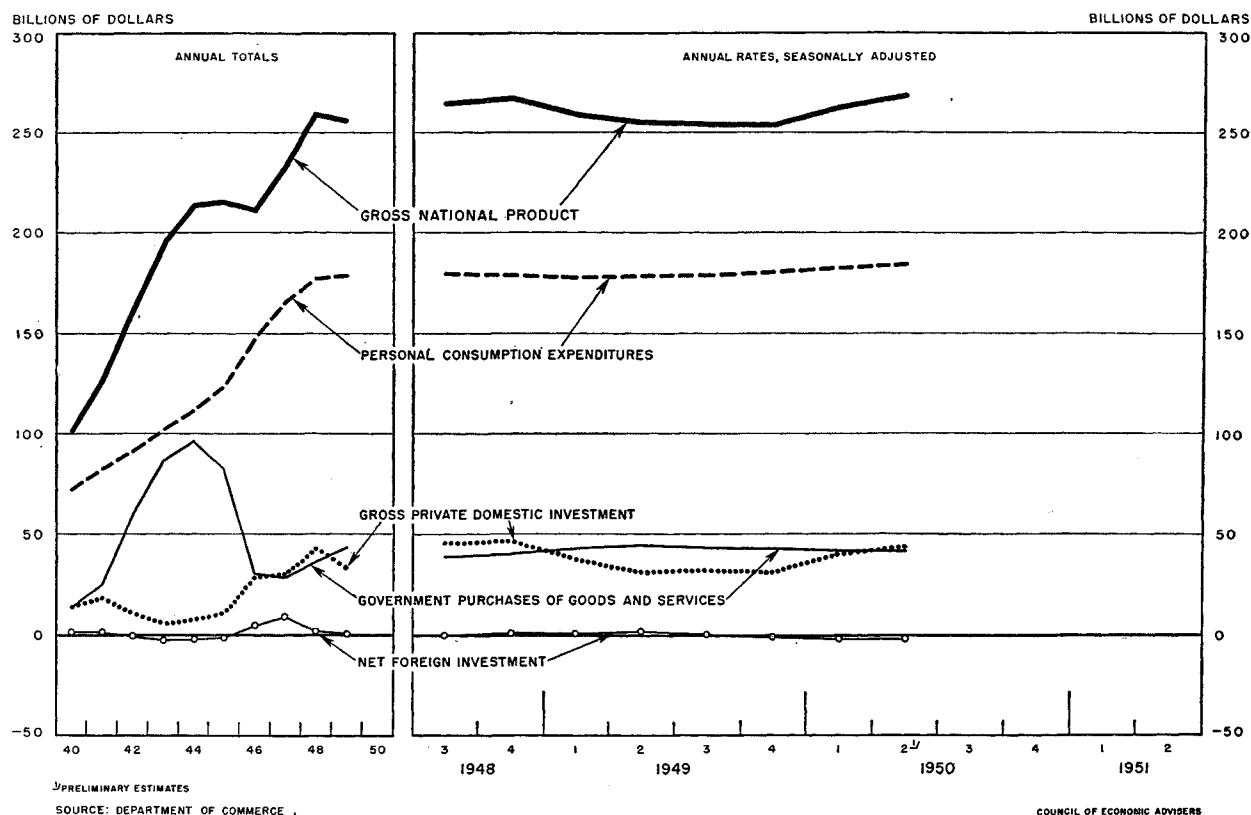
NOTE: SEE PAGE 2 FOR THE NATION'S ECONOMIC BUDGET TOTAL (GROSS NATIONAL PRODUCT)

SOURCE: ECONOMIC REPORT OF THE PRESIDENT, JULY 1950, APPENDIX A.

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GROSS NATIONAL PRODUCT

Gross national product rose \$7.4 billion (annual rate) from 1st to 2nd quarter 1950 to a peacetime high of \$268 billion. The chief factor in the rise was an increase of \$4.4 billion, or about 13 percent, in gross private domestic investment.



[Billions of dollars]

Period	Total gross national product	Personal consumption expenditures	Gross private domestic investment	Net foreign investment	Government purchases of goods and services
1939	91.3	67.5	9.9	0.9	13.1
1944	213.7	111.6	7.7	-2.1	96.5
1946	211.1	146.9	28.7	4.6	30.9
1947	233.3	165.6	30.2	8.9	28.6
1948	259.1	177.4	43.1	1.9	36.6
1949	255.6	178.8	33.0	.4	43.3
Annual rates, seasonally adjusted					
1949: First quarter	258.8	177.4	37.5	1.0	42.9
Second quarter	255.2	178.4	31.3	1.3	44.3
Third quarter	254.4	179.0	32.1	.1	43.2
Fourth quarter	253.8	180.6	31.2	-.7	42.8
1950: First quarter	262.5	182.4	40.5	-1.9	41.4
Second quarter ¹	269.9	184.5	45.9	-2.0	41.4

¹ Revised estimates, based on additional data, became available after chart was prepared.

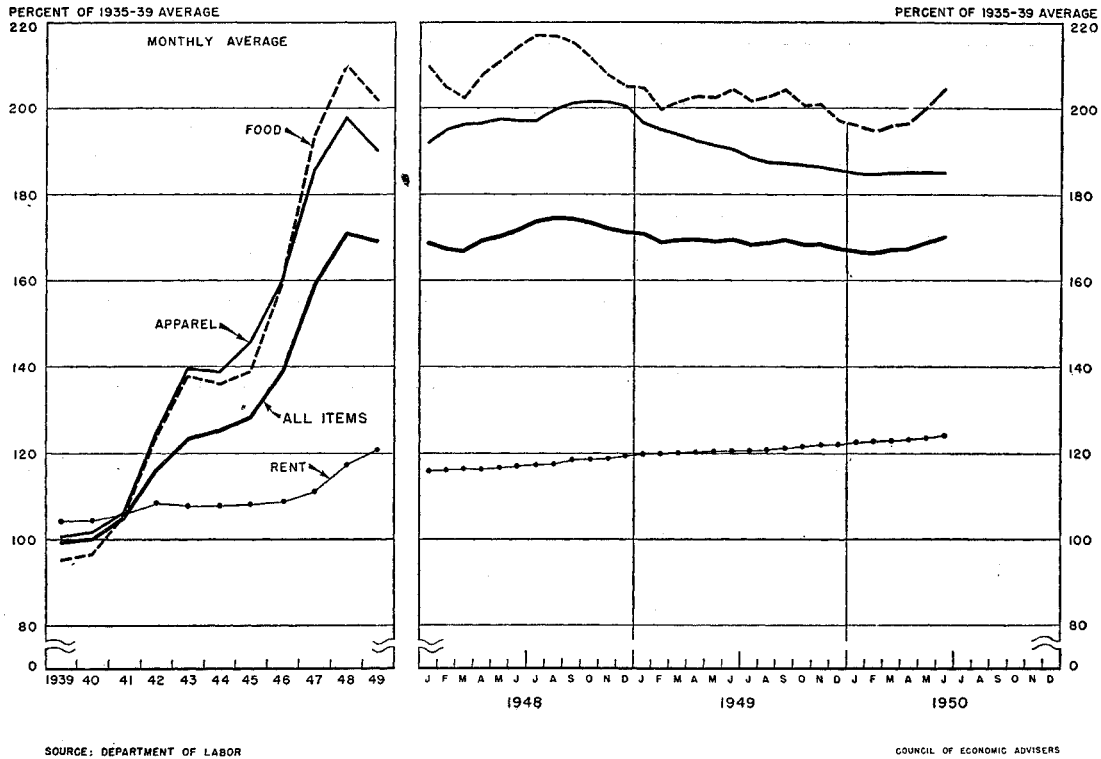
NOTE.—Detail will not necessarily add to totals because of rounding.

Source: Department of Commerce.

PRICES

CONSUMERS' PRICES

In June, consumers' prices continued the relatively marked upward movement begun in May. Food prices rose sharply and rents moderately, while other prices changed little. A partial survey indicates a further rise of 2 to 3 percent in food prices between June 15 and July 15.



[1935-39=100]

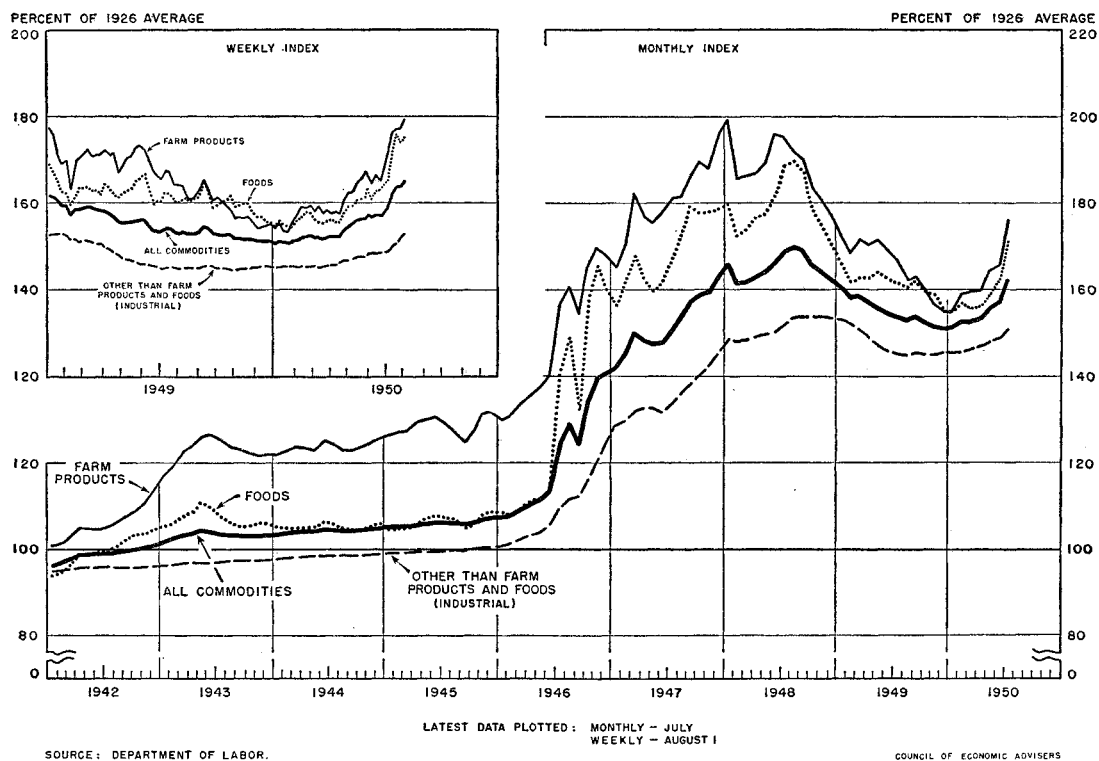
Period	All items	Food	Apparel	Rent	Fuel, electricity, and refrigeration	House furnishings	Miscellaneous
1940 monthly average	100.2	96.6	101.7	104.6	99.7	100.5	101.1
1942 monthly average	116.5	123.9	124.2	108.5	105.4	122.2	110.9
1943 monthly average	123.6	138.0	129.7	108.0	107.7	125.6	115.8
1944 monthly average	125.5	136.1	138.8	108.2	109.8	136.4	121.3
1945 monthly average	128.4	139.1	145.9	108.3	110.3	145.8	124.1
1946 monthly average	139.3	159.6	160.2	108.6	112.4	159.2	128.8
1947 monthly average	159.2	193.8	185.8	111.2	121.1	184.4	139.9
1948 monthly average	171.2	210.2	198.0	117.4	133.9	195.8	149.9
1949 monthly average	169.1	201.9	190.1	120.8	137.5	189.0	154.6
1949: May 15	169.2	202.4	191.3	120.4	135.4	189.5	154.5
June 15	169.6	204.3	190.3	120.6	135.6	187.3	154.2
July 15	168.5	201.7	188.5	120.7	135.6	186.8	154.3
August 15	168.8	202.6	187.4	120.8	135.8	184.8	154.8
September 15	169.6	204.2	187.2	121.2	137.0	185.6	155.2
October 15	168.5	200.6	186.8	121.5	138.4	185.2	155.2
November 15	168.6	200.8	186.3	122.0	139.1	185.4	154.9
December 15	167.5	197.3	185.8	122.2	139.7	185.4	155.5
1950: January 15	166.9	196.0	185.0	122.6	140.0	184.7	155.1
February 15	166.5	194.8	184.8	122.8	140.3	185.3	155.1
March 15	167.0	196.0	185.0	122.9	140.9	185.4	155.0
April 15	167.3	196.6	185.1	123.1	141.4	185.6	154.8
May 15	168.6	200.3	185.1	123.5	138.8	185.4	155.3
June 15	170.2	204.6	185.0	123.9	138.9	185.2	155.3

NOTE.—Prices are for moderate-income families in large cities.

Source: Department of Labor.

WHOLESALE PRICES

Wholesale prices rose sharply following the Korean outbreak, with farm and food prices leading the trend at first. More recently, industrial prices have also shown large rises.



[1926=100]

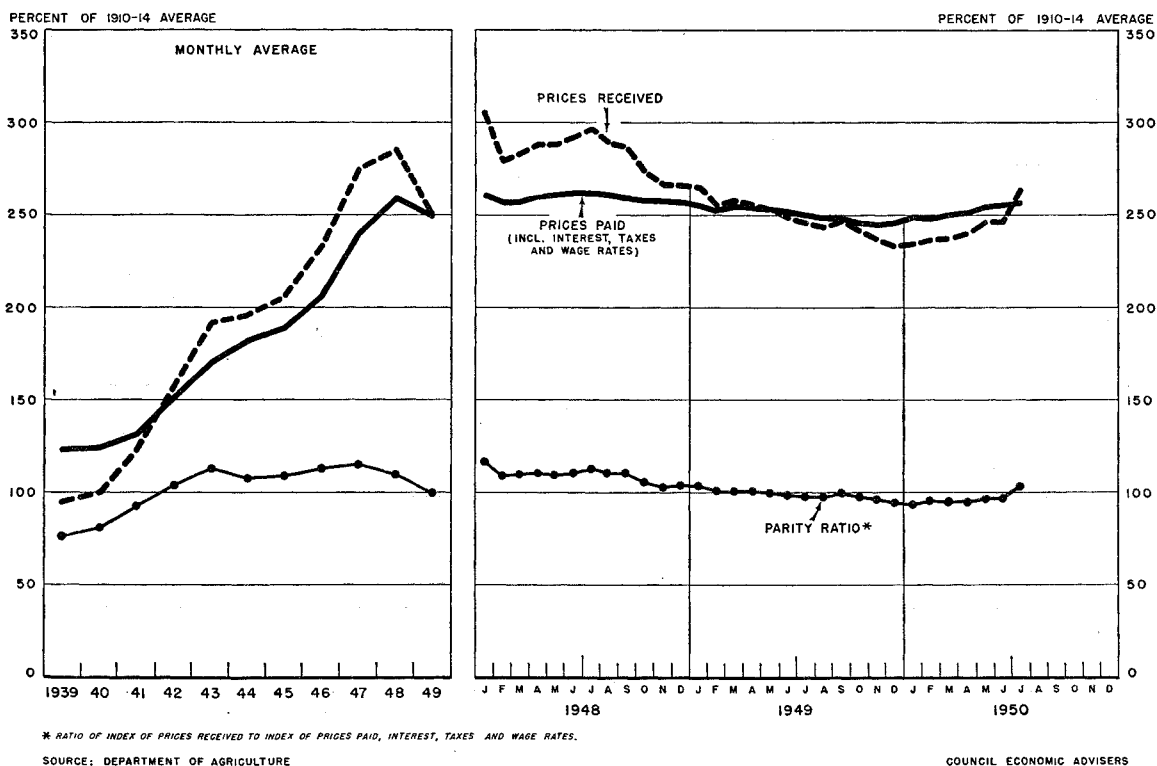
Period	All commodities	Farm products	Foods	Other than farm products and foods
1942 monthly average.....	98.8	105.9	99.6	95.5
1946 monthly average.....	121.1	148.9	130.7	109.5
1947 monthly average.....	152.1	181.2	168.7	135.2
1948 monthly average.....	165.1	188.3	179.1	151.0
1949 monthly average.....	155.0	165.5	161.4	147.3
1949: June.....	154.5	168.8	162.4	145.5
July.....	153.6	166.2	161.3	145.1
August.....	152.9	162.3	160.6	145.0
September.....	153.5	163.1	162.0	145.3
October.....	152.2	159.6	159.6	145.0
November.....	151.6	156.8	158.9	145.0
December.....	151.2	154.9	155.7	145.4
1950: January.....	151.5	154.7	154.8	145.8
February.....	152.7	159.1	156.7	145.9
March.....	152.7	159.4	155.5	146.1
April.....	152.9	159.3	155.3	146.4
May.....	155.9	164.7	159.9	147.6
June.....	157.3	165.9	162.1	148.8
July 1.....	162.2	175.9	171.3	150.7
Week ended:				
1950: July 4.....	159.0	171.3	165.2	149.0
11.....	161.9	176.3	171.9	149.9
18.....	163.3	176.9	175.4	150.6
25.....	163.7	177.0	173.8	151.7
August 1.....	165.3	179.2	175.2	153.4
8.....	165.5	177.5	174.7	154.4

¹ Estimates based on change in weekly data.

Source: Department of Labor.

PRICES RECEIVED AND PAID BY FARMERS

Prices received by farmers advanced 16 points from June 15 to July 15, as prices for most agricultural commodities advanced. Prices paid rose 1 point.



[1910-14=100]

Period	Prices received by farmers	Prices paid by farmers (including interest, taxes, and wage rates)	Parity ratio ¹
1939 monthly average.....	95	123	77
1942 monthly average.....	158	152	104
1944 monthly average.....	² 196	182	108
1946 monthly average.....	² 234	207	113
1947 monthly average.....	275	240	115
1948 monthly average.....	285	259	110
1949 monthly average.....	249	250	100
1949: June 15.....	249	252	99
July 15.....	246	250	98
August 15.....	244	249	98
September 15.....	247	248	100
October 15.....	242	246	98
November 15.....	237	245	97
December 15.....	233	246	95
1950: January 15.....	235	249	94
February 15.....	237	248	96
March 15.....	237	250	95
April 15.....	241	251	96
May 15.....	247	254	97
June 15.....	247	255	97
July 15.....	263	256	103

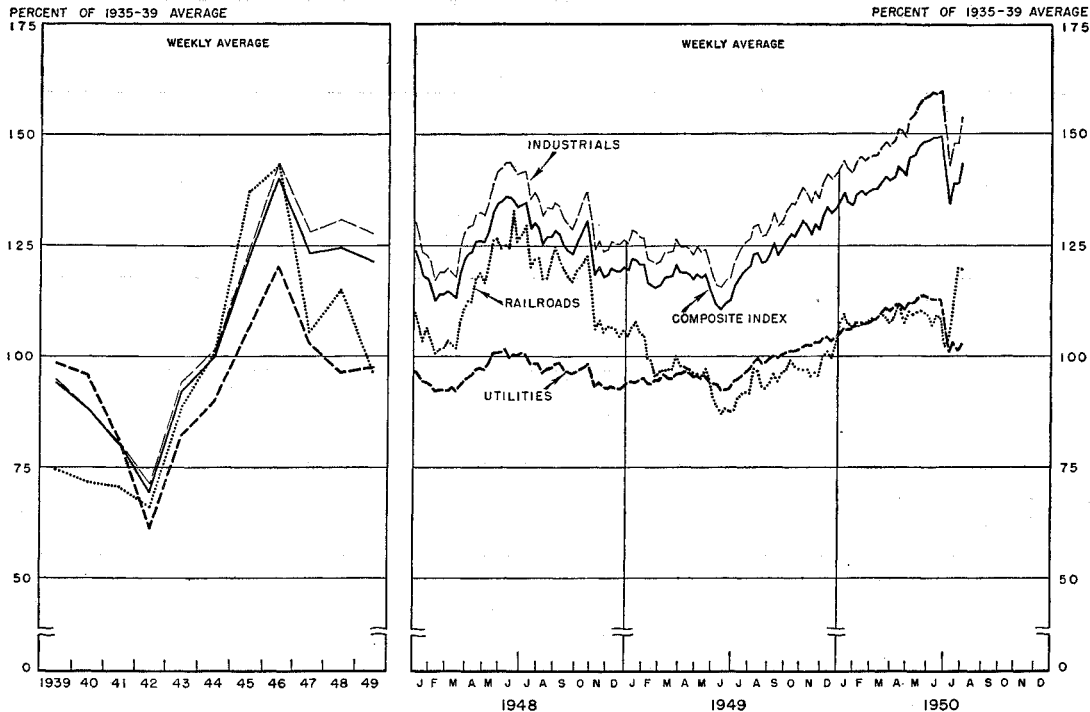
¹ Ratio of index of prices received to index of prices paid, interest, taxes, and wage rates.

² Includes wartime subsidy payments paid on beef cattle, sheep, lambs, milk, and butterfat between October 1943 and June 1946.

Source: Department of Agriculture.

STOCK PRICES

Stock prices for industrials recovered, during July, part of the drop which occurred after the Korean outbreak. Railroad stocks rose to new 1950 highs while utilities fell to their lows for the year.



SOURCE: STANDARD AND POOR'S CORPORATION

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[1935-39=100]

Period	Composite index ¹	Industrials	Railroads	Utilities
Weekly average:				
1939.....	94.2	94.8	74.7	98.6
1942.....	69.4	71.3	66.1	61.3
1946.....	139.9	143.4	143.0	120.2
1948.....	124.4	130.6	114.7	96.2
1949.....	121.3	127.5	96.4	97.5
1949: June.....	112.0	117.0	88.4	93.0
July.....	117.8	123.8	90.6	95.4
August.....	121.8	128.0	94.2	98.5
September.....	123.8	130.3	95.1	100.0
October.....	127.3	134.4	97.6	101.2
November.....	129.1	136.5	96.2	102.6
December.....	132.7	140.3	101.0	104.1
1950: January.....	135.1	142.6	107.8	105.8
February.....	136.7	144.4	107.2	107.4
March.....	138.8	146.5	108.5	109.6
April.....	141.8	150.0	109.5	111.0
May.....	146.9	156.1	109.7	112.8
June.....	147.7	157.6	107.1	111.5
July.....	138.2	147.2	109.7	103.0
Week ended:				
1950: July 5.....	140.9	150.4	102.5	106.2
12.....	134.3	142.9	104.7	101.2
19.....	138.8	147.8	111.4	103.2
26.....	138.9	147.9	120.1	101.3
August 2.....	143.5	153.6	119.0	102.8

¹ Composite index prior to June 23, 1948, was based on 402 common stocks, and included 354 industrials, 20 railroads, and 28 utilities; thereafter, 416 common stocks are represented, with 365 industrials, 20 railroads, and 31 utilities.

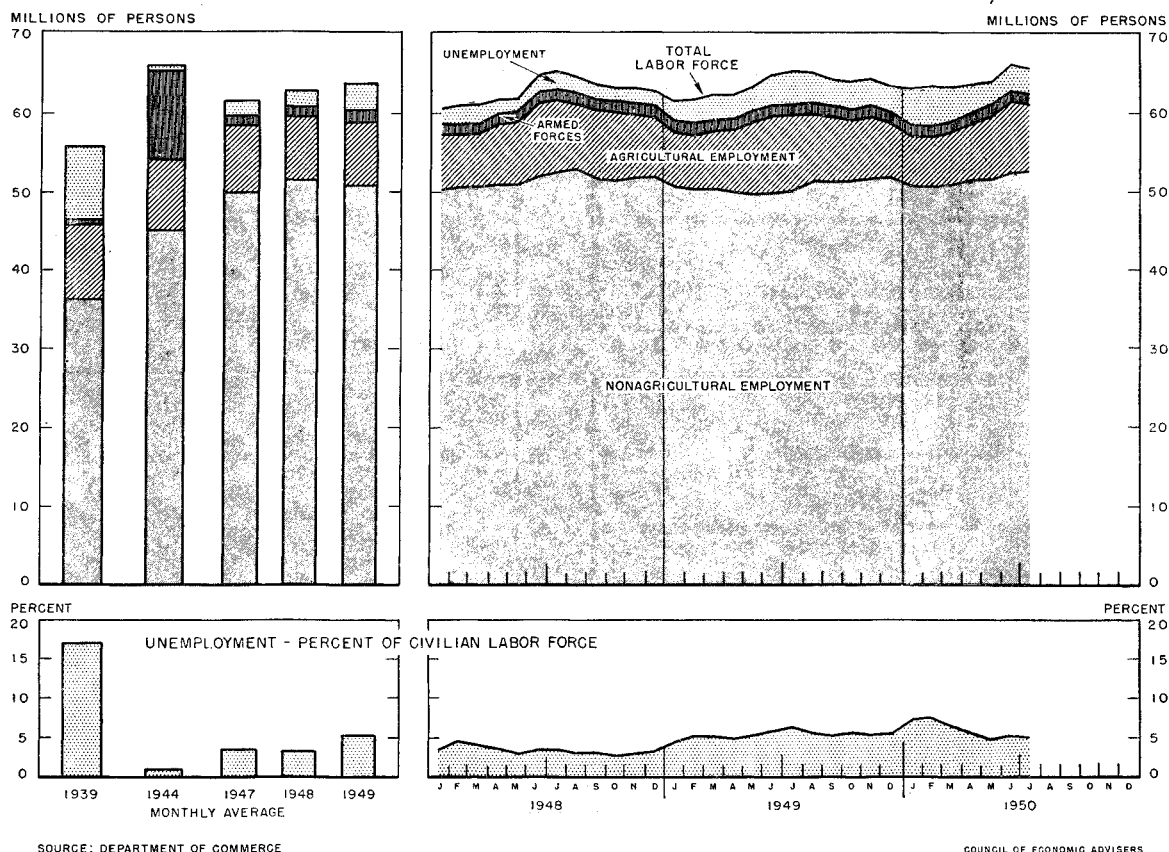
² Data became available after chart was prepared.

Source: Standard & Poor's Corporation.

EMPLOYMENT

LABOR FORCE

Nonagricultural employment rose in July as school-age persons found jobs. Agricultural employment, however, dropped because of bad weather. There was a slight decrease in unemployment. The survey week ending July 8 was too early to reflect much of the impact of the Korean outbreak.



Period	Total labor force (in- cluding armed forces)	Armed forces	Civilian labor force					Unemploy- ment as per- cent of total civilian labor force
			Total civilian labor force	Employment ¹			Unem- plov- ment	
				Total	Agricul- tural	Nonagri- cultural		
	Thousands of persons, 14 years of age and over							
1939 monthly average----	55, 600	370	55, 230	45, 750	9, 610	36, 140	9, 480	17. 2
1944 monthly average----	65, 890	11, 260	54, 630	53, 960	8, 950	45, 010	670	1. 2
1947 monthly average----	61, 608	1, 440	60, 168	58, 027	8, 266	49, 761	2, 142	3. 6
1948 monthly average----	62, 748	1, 306	61, 442	59, 378	7, 973	51, 405	2, 064	3. 4
1949 monthly average----	63, 571	1, 466	62, 105	58, 710	8, 026	50, 684	3, 395	5. 5
1949: June-----	64, 866	1, 468	63, 398	59, 619	9, 696	49, 924	3, 778	6. 0
July-----	65, 278	1, 463	63, 815	59, 720	9, 647	50, 073	4, 095	6. 4
August-----	65, 105	1, 468	63, 637	59, 947	8, 507	51, 441	3, 689	5. 8
September-----	64, 222	1, 459	62, 763	59, 411	8, 158	51, 254	3, 351	5. 3
October-----	64, 021	1, 445	62, 576	59, 001	7, 710	51, 290	3, 576	5. 7
November-----	64, 363	1, 436	62, 927	59, 518	7, 878	51, 640	3, 409	5. 4
December-----	63, 475	1, 430	62, 045	58, 556	6, 773	51, 783	3, 489	5. 6
1950: January-----	62, 835	1, 408	61, 427	56, 947	6, 198	50, 749	4, 480	7. 3
February-----	63, 003	1, 366	61, 637	56, 953	6, 223	50, 730	4, 684	7. 6
March-----	63, 021	1, 346	61, 675	57, 551	6, 675	50, 877	4, 123	6. 7
April-----	63, 513	1, 330	62, 183	58, 668	7, 195	51, 473	3, 515	5. 7
May-----	64, 108	1, 320	62, 788	59, 731	8, 062	51, 669	3, 057	4. 9
June-----	66, 177	1, 311	64, 866	61, 482	9, 046	52, 436	3, 384	5. 2
July-----	65, 742	1, 315	64, 427	61, 214	8, 440	52, 774	3, 213	5. 0

¹ Includes part-time workers and those who had jobs but were not at work for such reasons as vacation, illness, bad weather, temporary lay-off, and industrial disputes.

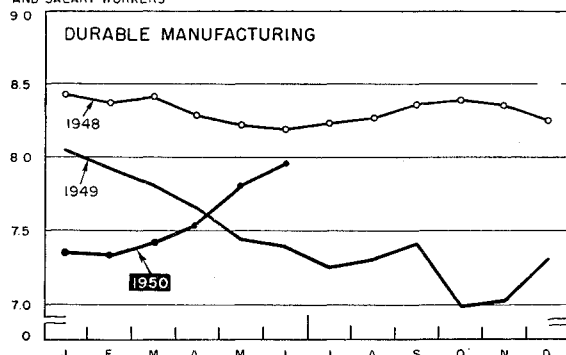
NOTE.—Detail will not necessarily add to totals because of rounding.

Source: Department of Commerce.

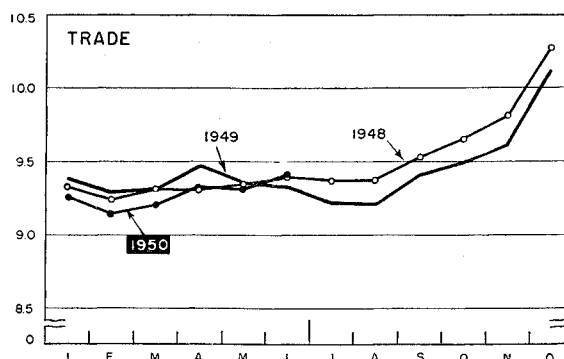
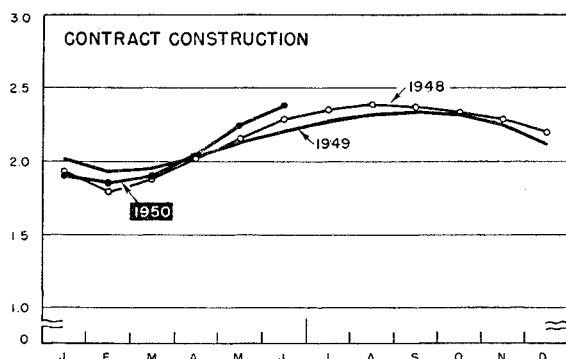
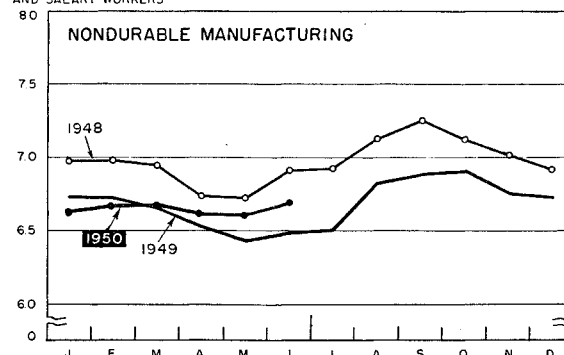
NONAGRICULTURAL EMPLOYMENT - SELECTED INDUSTRIES

Manufacturing employment rose by 230,000 in June, the greatest June rise since 1946
Employment in contract construction increased considerably more than usual, and employment in trade showed a larger than seasonal increase.

MILLIONS OF WAGE
AND SALARY WORKERS



MILLIONS OF WAGE
AND SALARY WORKERS



SOURCE: DEPARTMENT OF LABOR

COUNCIL OF ECONOMIC ADVISERS

[Thousands of wage and salary workers ¹]

Period	Manufacturing			Contract construc- tion	Trade	Finance and service	Govern- ment (Federal, State, local)	Transpor- tation and public utilities	Mining
	Total	Durable goods	Nondur- able goods						
1939 monthly average.....	10, 078	4, 683	5, 394	1, 150	6, 705	4, 610	3, 987	2, 912	845
1943 monthly average.....	17, 381	11, 077	6, 304	1, 567	7, 322	5, 187	6, 049	3, 619	917
1946 monthly average.....	14, 461	7, 739	6, 722	1, 661	8, 815	5, 994	5, 607	4, 023	852
1947 monthly average.....	15, 247	8, 373	6, 874	1, 982	9, 196	6, 427	5, 454	4, 122	943
1948 monthly average.....	15, 286	8, 315	6, 970	2, 165	9, 491	6, 515	5, 613	4, 151	981
1949 monthly average.....	14, 146	7, 465	6, 681	2, 156	9, 438	6, 544	5, 813	3, 977	932
1949: May.....	13, 877	7, 441	6, 436	2, 137	9, 342	6, 567	5, 813	4, 021	974
June.....	13, 884	7, 392	6, 492	2, 205	9, 336	6, 608	5, 803	4, 031	968
July.....	13, 757	7, 255	6, 502	2, 277	9, 220	6, 631	5, 738	4, 007	943
August.....	14, 114	7, 302	6, 812	2, 340	9, 213	6, 616	5, 763	3, 992	956
September.....	14, 312	7, 409	6, 903	2, 341	9, 409	6, 604	5, 893	3, 959	948
October.....	13, 892	6, 986	6, 906	2, 313	9, 505	6, 561	5, 866	3, 871	593
November.....	13, 807	7, 050	6, 757	2, 244	9, 607	6, 534	5, 783	3, 892	917
December.....	14, 031	7, 303	6, 728	2, 088	10, 156	6, 508	6, 041	3, 930	940
1950: January.....	13, 980	7, 342	6, 638	1, 919	9, 246	6, 473	5, 777	3, 869	861
February.....	13, 997	7, 324	6, 673	1, 861	9, 152	6, 473	5, 742	3, 841	595
March.....	14, 103	7, 418	6, 685	1, 907	9, 206	6, 499	5, 769	3, 873	938
April ³	14, 167	7, 554	6, 613	2, 068	9, 338	6, 560	5, 915	3, 927	938
May ³	14, 416	7, 811	6, 605	2, 234	9, 333	6, 604	5, 900	3, 887	938
June ³	14, 645	7, 961	6, 684	2, 397	9, 396	6, 654	5, 832	4, 000	941

¹ Includes all full- and part-time wage and salary workers in nonagricultural establishments who worked or received pay during the pay period ending nearest the 15th of the month. Excludes proprietors, self-employed persons, domestic servants, and personnel of the armed forces. Total derived from this table not comparable with estimates of nonagricultural employment of the civilian labor force reported by the Department of Commerce (p. 6) which include proprietors, self-employed persons, and domestic servants; which count persons as employed when they are not at work because of industrial disputes; and which are based on an enumeration of population, whereas the estimates in this table are based on reports from employing establishments.

² Not available.

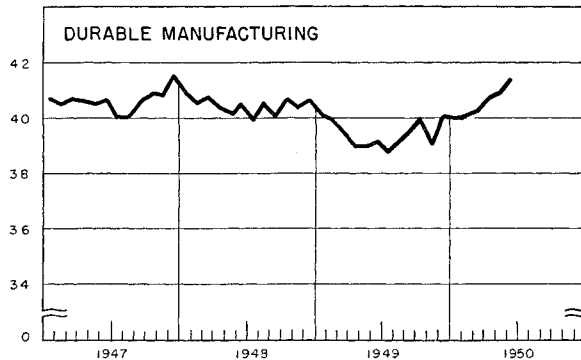
³ Preliminary estimate.

Source: Department of Labor.

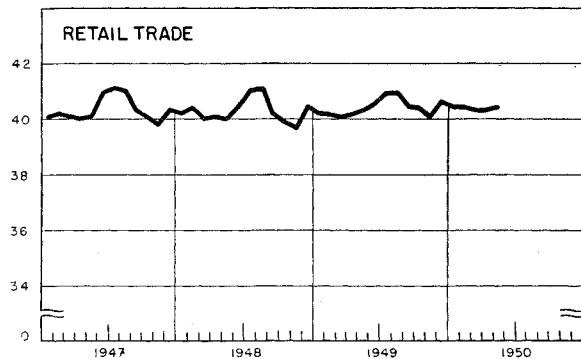
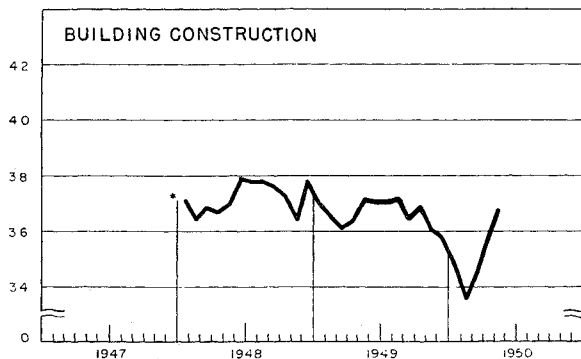
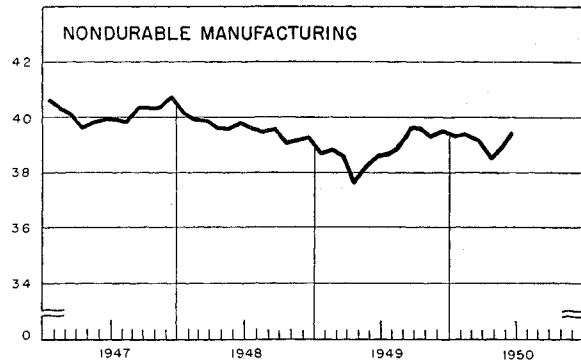
AVERAGE WEEKLY HOURS - SELECTED INDUSTRIES

The average workweek for durable goods manufacturing was $\frac{1}{2}$ hour longer in June as record construction and automobile production continued. It was also $\frac{1}{2}$ hour longer in nondurable manufacturing, chiefly because of seasonal expansion in some industries.

HOURS PER WEEK



HOURS PER WEEK



* NOT AVAILABLE PRIOR TO JANUARY 1948

SOURCE: DEPARTMENT OF LABOR

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[Hours per week, selected industries ¹]

Period	Manufacturing			Building construction	Retail trade
	Total	Durable goods	Nondurable goods		
1939 monthly average.....	37.7	38.0	37.4	(2)	(2)
1943 monthly average.....	44.9	46.6	42.5	(2)	(2)
1946 monthly average.....	40.4	40.2	40.5	(2)	(2)
1947 monthly average.....	40.4	40.6	40.1	(2)	40.3
1948 monthly average.....	40.1	40.5	39.6	37.3	40.3
1949 monthly average.....	39.2	39.5	38.8	36.7	40.4
1949: May.....	38.6	39.0	38.1	37.2	40.3
June.....	38.8	39.2	38.5	37.1	40.5
July.....	38.8	38.8	38.7	37.1	40.9
August.....	39.1	39.3	38.9	37.2	40.9
September.....	39.6	39.6	39.6	36.5	40.5
October.....	39.7	39.9	39.6	36.9	40.4
November.....	39.1	39.0	39.3	36.1	40.1
December.....	39.8	40.1	39.5	35.8	40.7
1950: January.....	39.7	40.0	39.4	34.8	40.4
February.....	39.7	40.1	39.3	33.7	40.4
March.....	39.7	40.2	39.2	34.5	40.3
April ³	39.7	40.7	38.5	35.6	40.3
May ³	40.0	40.9	38.9	36.8	40.4
June ³	40.5	41.4	39.4	(2)	(2)

¹ For production and related workers.

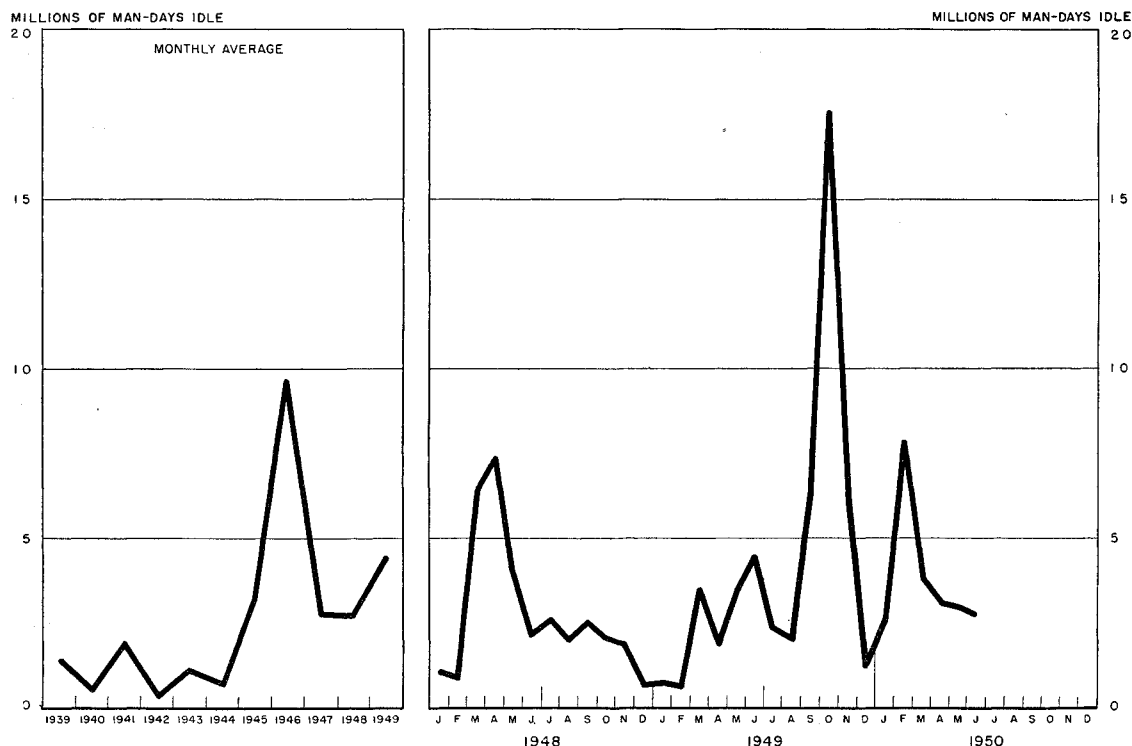
² Not available.

³ Preliminary estimate.

Source: Department of Labor.

WORK STOPPAGES

Work stoppages declined moderately in June. The number of workers involved in work stoppages decreased by 20 percent.



SOURCE: DEPARTMENT OF LABOR.

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Period	Man-days of idleness during period		Workers involved in stoppages		Number of stoppages	
	Monthly average (thousands)	Percent of estimated working time	Beginning in period (thousands)	In effect during month (thousands)	Beginning in period	In effect during month
1939.....	1,483	0.28	1,170	-----	2,613	-----
1941.....	1,917	.32	2,360	-----	4,288	-----
1942.....	348	.05	840	-----	2,968	-----
1944.....	727	.09	2,126	-----	4,956	-----
1945.....	3,167	.47	3,470	-----	4,750	-----
1946.....	9,667	1.43	4,600	-----	4,985	-----
1947.....	2,883	.41	2,170	-----	3,693	-----
1948.....	2,842	.37	1,960	-----	3,419	-----
1949.....	4,208	.59	3,030	-----	3,606	-----
1949: May.....	3,430	.49	231	309	449	678
June.....	4,470	.61	572	673	377	632
July.....	2,350	.35	110	249	343	603
August.....	2,140	.27	134	232	365	643
September.....	6,270	.87	507	603	287	536
October.....	17,500	2.49	570	977	256	475
November.....	6,270	.93	57	914	197	388
December.....	1,350	.19	46	417	170	323
1950: January ¹	2,600	.38	185	300	225	340
February ¹	7,850	1.27	75	515	210	325
March ¹	3,750	.49	80	530	260	400
April ¹	3,150	.47	160	300	400	550
May ¹	3,000	.40	325	500	450	650
June ¹	2,750	.36	260	400	425	650

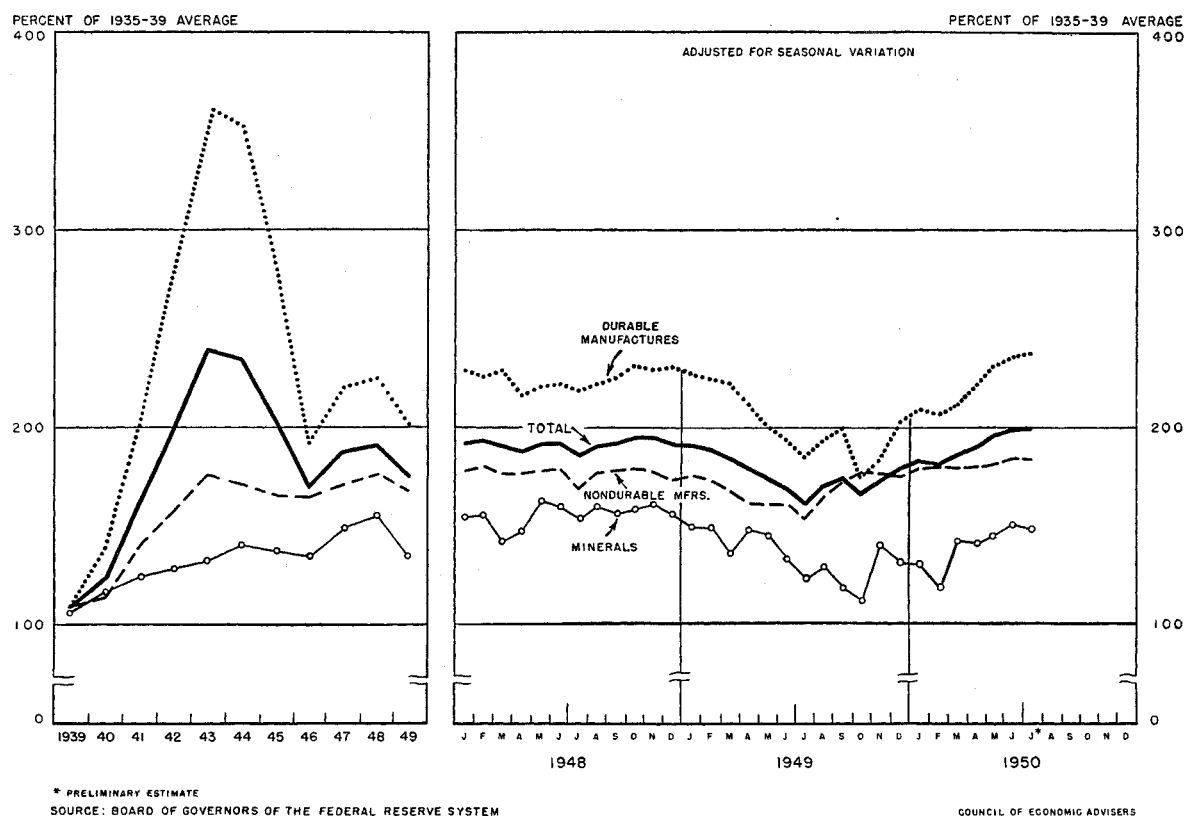
¹ Preliminary estimate.

Source: Department of Labor.

PRODUCTION AND BUSINESS ACTIVITY

INDUSTRIAL PRODUCTION

Industrial production in July remained at the postwar peak reached in June, according to preliminary estimates of the seasonally adjusted index. Output of durable goods rose slightly, mining fell.



[1935-39=100, seasonally adjusted]

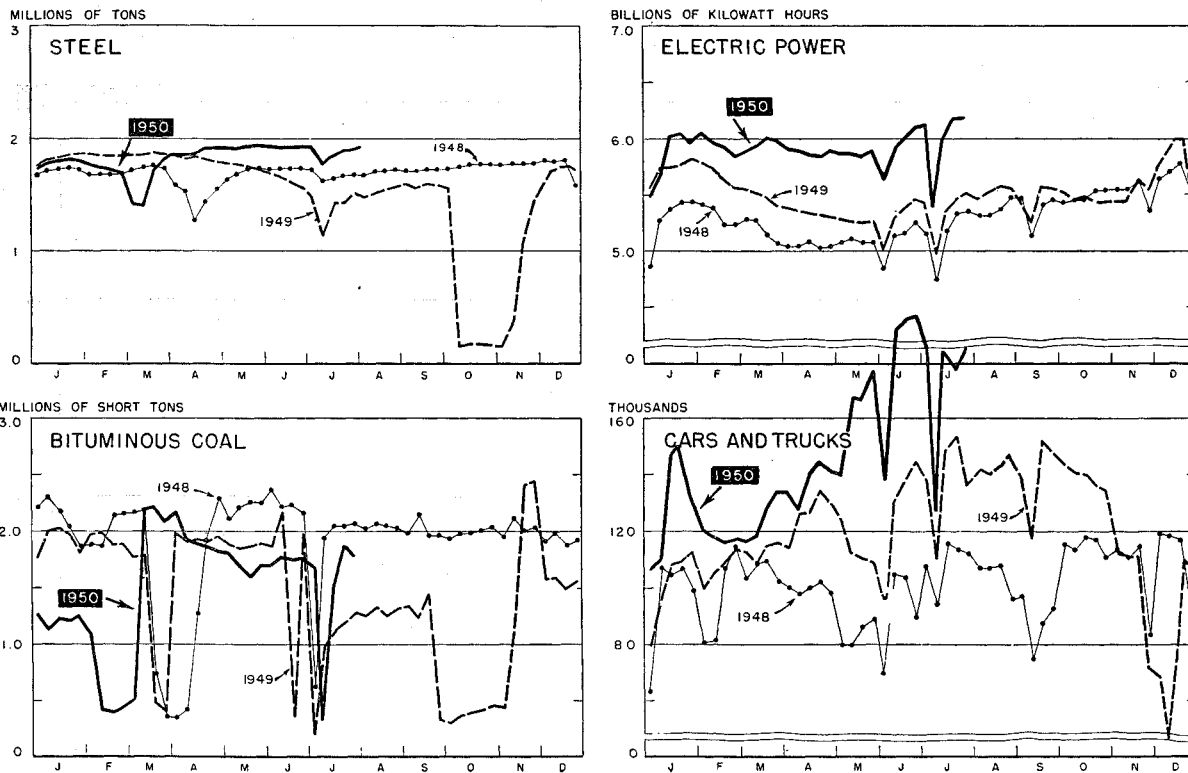
Period	Total industrial production	Manufactures			Minerals
		Total	Durable goods	Nondurable goods	
1943 monthly average.....	239	258	360	176	132
1946 monthly average.....	170	177	192	165	134
1947 monthly average.....	187	194	220	172	149
1948 monthly average.....	192	198	225	177	155
1949 monthly average.....	176	183	202	168	135
1949: May.....	174	179	201	161	145
June.....	169	175	194	161	133
July.....	161	168	185	154	123
August.....	170	178	193	165	129
September.....	174	184	199	172	119
October.....	166	176	175	177	112
November.....	173	179	181	177	141
December.....	179	188	203	176	132
1950: January ¹	183	192	209	179	130
February ¹	180	192	207	180	118
March.....	187	194	211	181	144
April.....	190	199	222	180	140
May.....	195	203	231	181	145
June ¹	199	207	236	183	151
July ¹	199	207	238	182	148

¹ Preliminary estimate.

Source: Board of Governors of the Federal Reserve System.

WEEKLY PRODUCTION - SELECTED INDICATORS

Production of many industries dropped during early July because of the holiday and vacations. By the end of the month, steel and automobiles had recovered part of their drop but were below their previous record rates. Electric power exceeded its previous peak.



SOURCES: AMERICAN IRON AND STEEL INSTITUTE, EDISON ELECTRIC INSTITUTE, DEPARTMENT OF THE INTERIOR, WARD'S AUTOMOTIVE REPORTS.

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Period	Steel		Electric power, by utilities (millions of kilowatt-hours)	Bituminous coal (thousands of short tons) ²	Cars and trucks (number)
	Thousands of net tons	Percent of theoretical capacity ¹			
Weekly average:					
1947.....	1,628	93.0	4,821	2,058	92,163
1948.....	1,695	94.1	5,300	1,948	82,340
1949.....	1,496	81.0	5,500	1,418	120,350
Week ended:					
1949: July 2.....	1,473	79.9	5,410	217	137,802
9.....	1,128	61.2	4,982	983	111,793
16.....	1,434	77.8	5,342	1,151	149,380
23.....	1,444	78.3	5,462	1,213	153,090
30.....	1,502	81.5	5,518	1,276	136,507
August 6.....	1,499	81.3	5,466	1,254	142,346
13.....	1,517	82.3	5,530	1,328	140,147
1950: July 1.....	1,929	101.2	6,115	1,708	187,893
8.....	1,765	92.6	5,380	322	128,056
15.....	1,830	96.0	6,006	1,550	184,791
22.....	1,895	99.4	6,186	1,868	181,156
29.....	1,893	99.3	6,190		185,528
August 5.....	1,920	99.5	6,247		171,502
12.....	1,927	99.9			

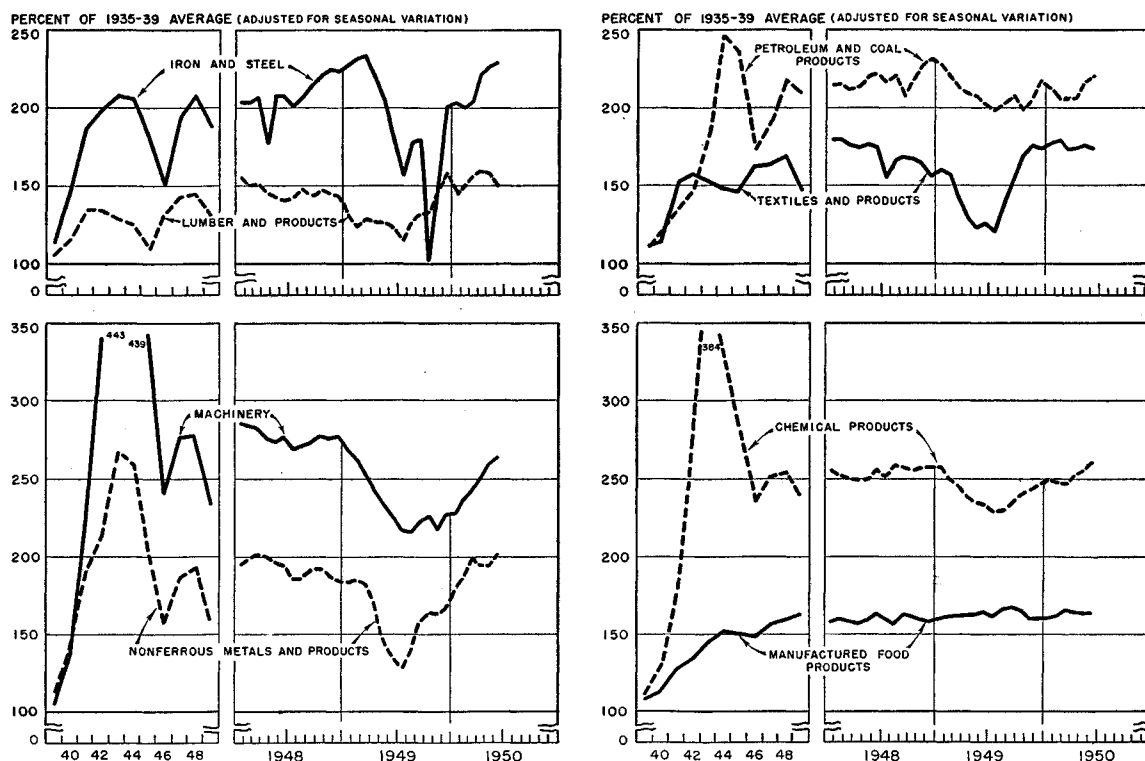
¹ Based on weekly net ton capacity of 1,749,928 for 1947, 1,802,476 for 1948, 1,843,516 for 1949, 1,906,268 for the first half of 1950, and increased capacity figures, beginning July 1, 1950.

² Daily average for week.

Sources: American Iron and Steel Institute, Edison Electric Institute, Department of the Interior, and Ward's Automotive Reports.

PRODUCTION OF SELECTED MANUFACTURES

June output of metals, machinery, chemicals, and petroleum and coal products exceeded that in May. Lumber and cotton textiles decreased.



SOURCE: BOARD OF GOVERNORS OF THE FEDERAL RESERVE SYSTEM

COUNCIL OF ECONOMIC ADVISERS

[1935-39=100, seasonally adjusted]

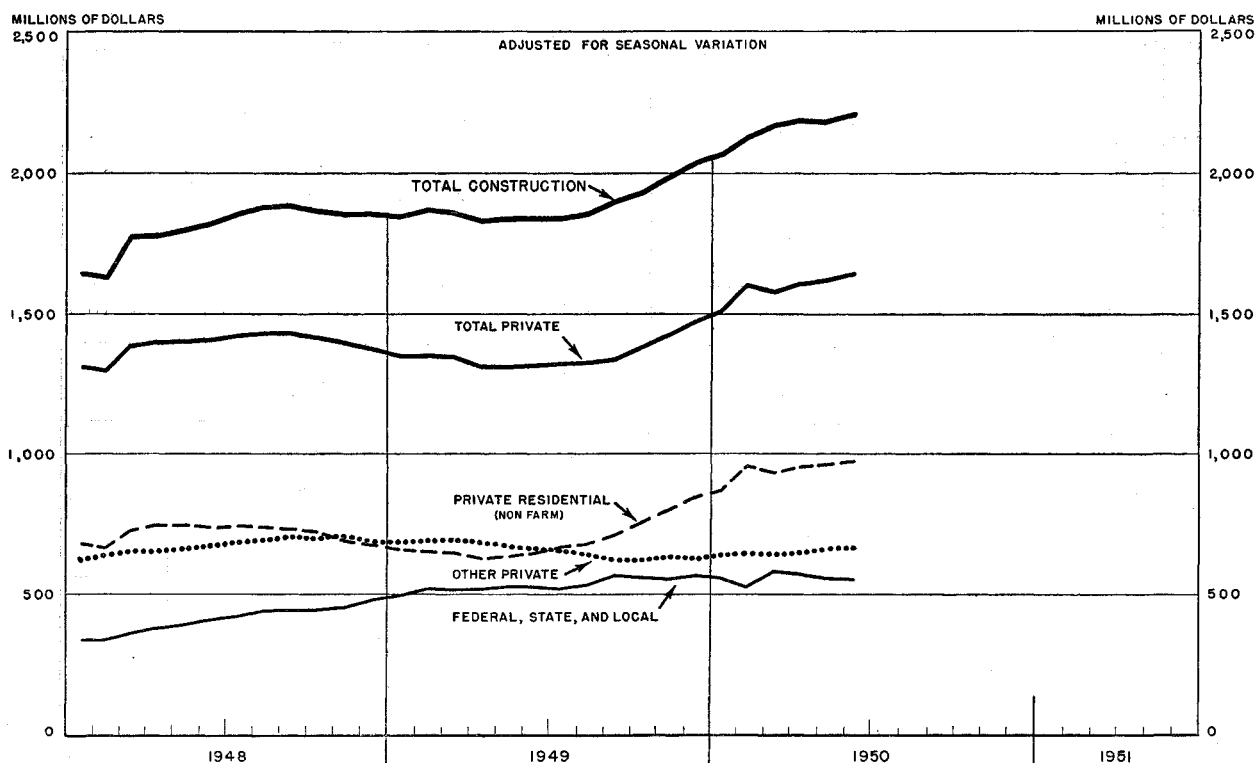
Period	Durable manufactures				Nondurable manufactures			
	Iron and steel	Lumber and products	Machinery	Nonferrous metals and products	Textiles and products	Petroleum and coal products	Manufactured food products	Chemical products
1943 monthly average	208	129	443	267	153	185	145	384
1946 monthly average	150	131	240	157	162	173	149	236
1947 monthly average	195	143	276	187	163	193	157	251
1948 monthly average	208	145	277	193	170	218	159	254
1949 monthly average	188	130	234	160	147	209	163	241
1949: May	204	126	232	145	123	207	163	234
June	177	123	225	133	126	202	165	233
July	156	115	217	127	120	198	161	228
August	178	126	216	141	140	203	166	229
September	179	132	224	157	155	208	167	236
October	102	133	226	164	169	198	165	240
November	145	147	217	163	175	205	160	243
December	201	158	227	165	173	219	160	246
1950: January	203	144	229	179	178	211	161	248
February	201	150	237	188	179	205	161	247
March	205	156	243	199	173	207	166	247
April	222	159	251	196	174	206	164	252
May	226	158	259	195	175	216	164	256
June ¹	229	150	264	202	173	220	164	261

¹ Preliminary estimate.

Source: Board of Governors of the Federal Reserve System.

NEW CONSTRUCTION

New construction, continuing to expand in July, was over 25 percent higher than a year earlier. The July rise was relatively uniform in all categories of private construction.



SOURCES: DEPARTMENT OF COMMERCE AND DEPARTMENT OF LABOR

COUNCIL OF ECONOMIC ADVISERS

[Millions of dollars, seasonally adjusted]

Period	Total new construction	Private construction			Federal, State, and local ¹
		Total private	Residential (nonfarm)	Other	
1939 monthly average.....	683	366	223	142	317
1942 monthly average.....	1,173	285	143	142	888
1944 monthly average.....	438	182	68	114	256
1946 monthly average.....	1,000	803	335	469	197
1947 monthly average.....	1,386	1,094	526	568	291
1948 monthly average.....	1,798	1,389	715	674	409
1949 monthly average.....	1,883	1,350	691	659	532
1949: June.....	1,838	1,309	644	665	529
July.....	1,834	1,319	666	653	515
August.....	1,853	1,322	676	646	531
September.....	1,897	1,333	706	627	564
October.....	1,934	1,375	752	623	559
November.....	1,985	1,428	792	636	557
December.....	2,039	1,471	842	629	568
1950: January.....	2,068	1,506	863	643	562
February.....	2,127	1,600	956	644	527
March.....	2,167	1,579	938	641	588
April.....	2,183	1,604	957	647	579
May.....	2,209	1,649	990	659	560
June ²	2,254	1,686	1,022	664	568
July ²	2,300	1,739	1,066	673	561

¹ Includes public residential construction.

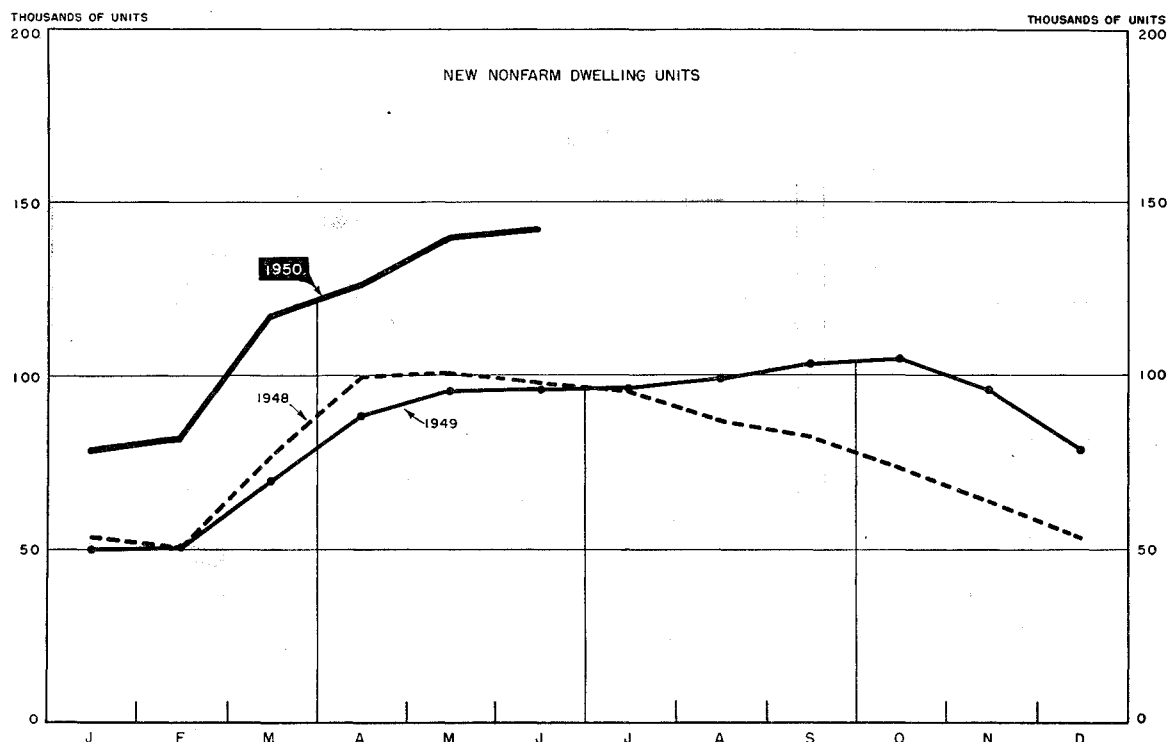
² Preliminary estimate.

Sources: Department of Commerce and Department of Labor.

NOTE.—Construction data have been revised. See May 1950 Supplement to Construction and Construction Materials. The chart has not yet been revised to take account of the revisions.

NEW HOUSING STARTS

Housing starts rose moderately in June to an all-time record of 142,000. During the first half of this year there were 686,900 starts, compared with 449,000 in the corresponding period last year.



SOURCE: DEPARTMENT OF LABOR

COUNCIL OF ECONOMIC ADVISERS

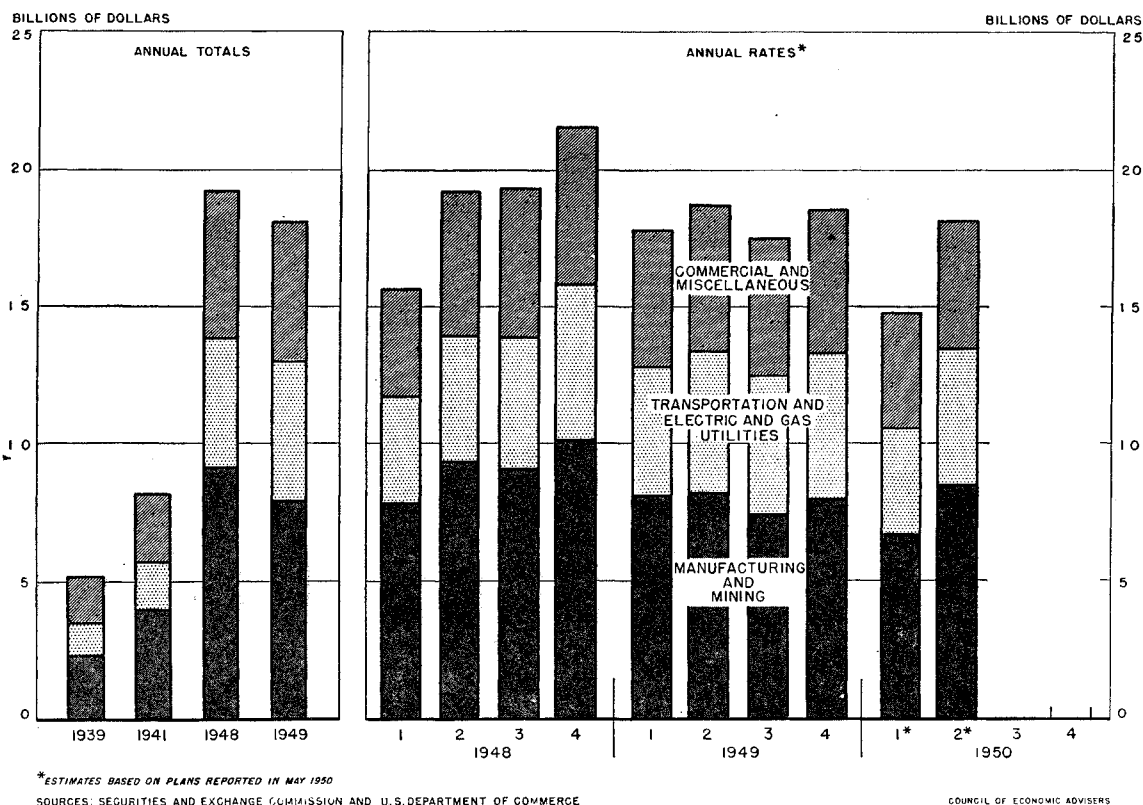
Month	New nonfarm units started			
	1947	1948	1949	1950
January.....	39,300	53,500	50,000	78,700
February.....	42,800	50,100	50,400	82,900
March.....	56,000	76,400	69,400	117,300
April.....	67,100	99,500	88,300	¹ 126,000
May.....	72,900	100,300	95,400	¹ 140,000
June.....	77,200	97,800	95,500	¹ 142,000
July.....	81,100	95,000	96,100	-----
August.....	86,300	86,700	99,000	-----
September.....	93,800	82,300	102,900	-----
October.....	94,000	73,400	104,300	-----
November.....	79,700	63,700	95,500	-----
December.....	58,800	52,900	78,300	-----
Total.....	849,000	931,600	1,025,100	-----
Monthly average.....	70,750	77,600	85,425	-----

¹ Preliminary estimates.

Source: Department of Labor.

EXPENDITURES FOR NEW PLANT AND EQUIPMENT

Plant and equipment expenditures by nonagricultural business firms rose more than seasonally in 2nd quarter of 1950 and were only 3 percent below the level of a year previous. Outlays in 2nd quarter by manufacturing companies and gas and electric utilities were considerably higher than the same quarter last year.



[Millions of dollars, annual rates, not adjusted for seasonal variation]

Period	Total ¹	Manufacturing	Mining	Transportation		Electric and gas utilities	Commercial and miscellaneous ²
				Railroad	Other		
1939	5,200	1,930	380	280	280	480	1,850
1941	8,190	3,400	680	560	340	710	2,490
1945	6,630	3,210	440	550	320	630	1,480
1948	19,230	8,340	800	1,320	700	2,680	5,390
1949	18,120	7,250	740	1,350	520	3,140	5,120
1948: Third quarter	19,320	8,360	800	1,320	680	2,760	5,440
1948: Fourth quarter	21,640	9,280	880	1,640	680	3,400	5,760
1949: First quarter	17,840	7,400	760	1,440	520	2,720	5,040
1949: Second quarter	18,640	7,520	760	1,520	560	3,120	5,160
1949: Third quarter	17,480	6,760	720	1,240	560	3,160	5,040
1949: Fourth quarter	18,520	7,320	720	1,200	480	3,560	5,280
1950: First quarter	14,800	6,080	600	920	320	2,600	4,240
1950: Second quarter ³	18,120	7,880	640	1,200	360	3,400	4,680
1950: Third quarter ³	17,920	7,680	680	1,160	400	3,280	4,720

¹ Excludes agriculture.

² Commercial and miscellaneous composed of trade, service, finance, and communication.

³ Figures for second and third quarters of 1950 are based on anticipated capital expenditures reported in the May 1950 survey.

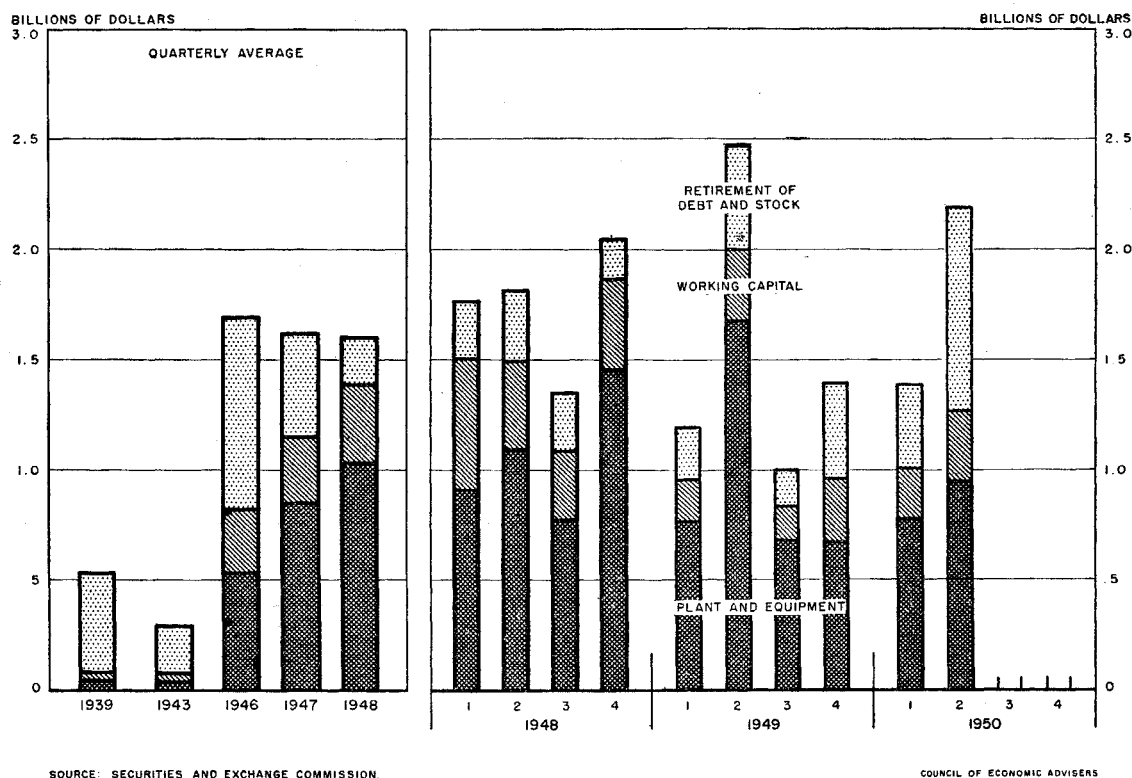
NOTE.—These figures do not agree with the totals included in the gross national product estimates of the Department of Commerce, principally because the latter cover agricultural investment and also certain equipment and construction outlays charged to current expense. Figures for 1939-44 are Federal Reserve Board estimates based on Securities and Exchange Commission and other data.

Detail will not necessarily add to totals because annual rates are based on quarterly figures rounded to the nearest 10,000,000.

Sources: Securities and Exchange Commission and Department of Commerce (except as noted).

NEW CORPORATE SECURITY ISSUES

Net proceeds from new security issues increased about \$800 million in 2nd quarter. Over half of the increased proceeds was used for retirement of debt and stock.



[Millions of dollars]

Period	Estimated net proceeds	Proposed uses of net proceeds			
		New money			Retirement of debt and stock ¹
		Total	Plant and equipment	Working capital	
1939 quarterly average.....	529	81	43	39	448
1943 quarterly average.....	287	77	35	42	210
1946 quarterly average.....	1,689	820	529	291	869
1947 quarterly average.....	1,617	1,148	852	296	469
1948 quarterly average.....	1,740	1,482	1,055	428	258
1949 quarterly average.....	1,490	1,151	931	221	338
1948: Third quarter.....	1,321	1,056	743	314	264
Fourth quarter.....	2,051	1,870	1,469	401	182
1949: First quarter.....	1,210	970	784	186	240
Second quarter.....	2,441	1,986	1,675	312	456
Third quarter.....	1,009	788	669	120	219
Fourth quarter.....	1,299	861	596	265	438
1950: First quarter.....	1,398	1,014	777	237	384
Second quarter.....	2,193	1,275	958	317	918

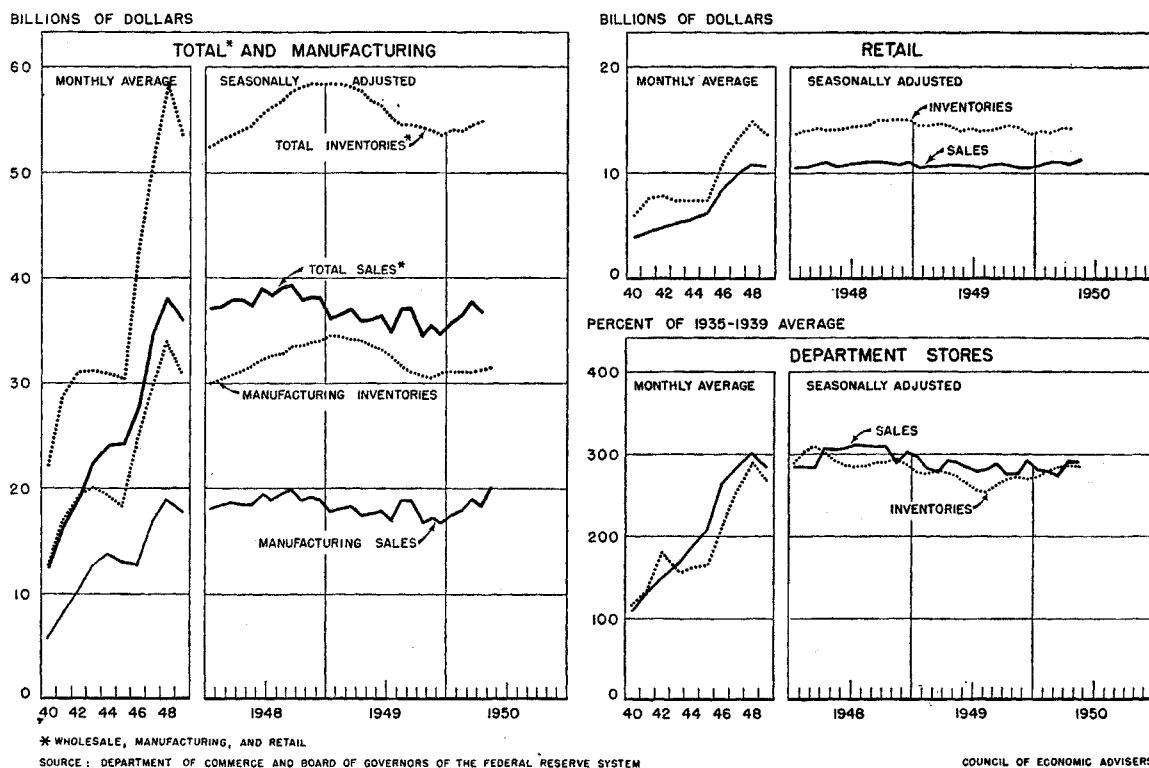
¹ Includes small amount for other purposes.

NOTE.—Detail will not necessarily add to totals because of rounding. Revision in data for 1948-50 became available after the chart was prepared.

Source: Securities and Exchange Commission.

INVENTORIES AND SALES

Manufacturers' and retailers' sales reached new postwar peaks in June. Manufacturers' inventories rose moderately but were still below levels of a year previous.



Period	Total business ¹		Manufacturing			Retail		Department stores	
	Inven- tories ²	Sales ³	Inven- tories ²	Sales ³	New orders ⁴	Inven- tories ²	Sales ³	Inven- tories ⁵	Sales ⁶
	Millions of dollars, seasonally adjusted ⁴							1935-39=100, season- ally adjusted	
1939 -----	20, 172	11, 109	11, 465	5, 100	(⁶)	5, 532	3, 504	102	106
1943 -----	31, 143	22, 372	20, 098	12, 822	(⁶)	7, 361	5, 277	155	168
1945 -----	30, 571	24, 181	18, 390	12, 883	(⁶)	7, 543	6, 315	166	207
1946 -----	42, 709	27, 800	24, 818	12, 841	14, 004	11, 226	8, 358	213	264
1947 -----	51, 692	34, 739	29, 818	17, 076	16, 768	13, 221	9, 909	255	286
1948 -----	58, 546	38, 190	34, 066	18, 998	18, 694	14, 969	10, 837	291	302
1949 -----	53, 628	35, 997	30, 899	17, 815	17, 189	13, 698	10, 682	270	285
1949: May -----	56, 858	36, 039	33, 566	17, 741	15, 734	14, 139	10, 759	273	291
June -----	56, 435	36, 391	33, 251	17, 989	16, 300	14, 182	10, 684	265	285
July -----	55, 320	34, 820	32, 367	17, 114	15, 496	13, 862	10, 549	256	280
August -----	54, 631	37, 137	31, 638	18, 946	18, 697	13, 932	10, 669	253	283
September -----	54, 617	37, 239	31, 076	18, 865	19, 441	14, 355	10, 856	263	289
October -----	54, 356	34, 603	30, 744	16, 805	18, 359	14, 475	10, 678	270	276
November -----	53, 996	35, 496	30, 547	17, 313	18, 138	14, 336	10, 630	273	277
December -----	53, 628	34, 651	30, 899	16, 857	16, 775	13, 698	10, 503	271	293
1950: January -----	54, 125	35, 678	31, 136	17, 650	18, 646	13, 998	10, 855	272	282
February -----	53, 932	36, 463	31, 098	18, 035	17, 983	13, 800	11, 101	279	280
March -----	54, 513	37, 946	31, 103	19, 144	20, 228	14, 282	11, 125	285	274
April ⁷ -----	54, 756	36, 895	31, 219	18, 456	18, 594	14, 138	11, 080	286	292
May ⁷ -----	55, 419	40, 039	31, 509	20, 695	20, 345	14, 416	11, 328	285	290
June ⁷ -----	56, 475	41, 118	32, 200	21, 200	22, 600	14, 784	11, 660	276	295

¹ Total business includes manufacturing, retail, and wholesale (not shown separately in this table).

² Book value, end of period.

³ Monthly average for year and total for month.

⁴ Data for new orders not adjusted for seasonal variation.

⁵ Indexes computed from data on retail value of sales for month and retail book value of inventories, end of period.

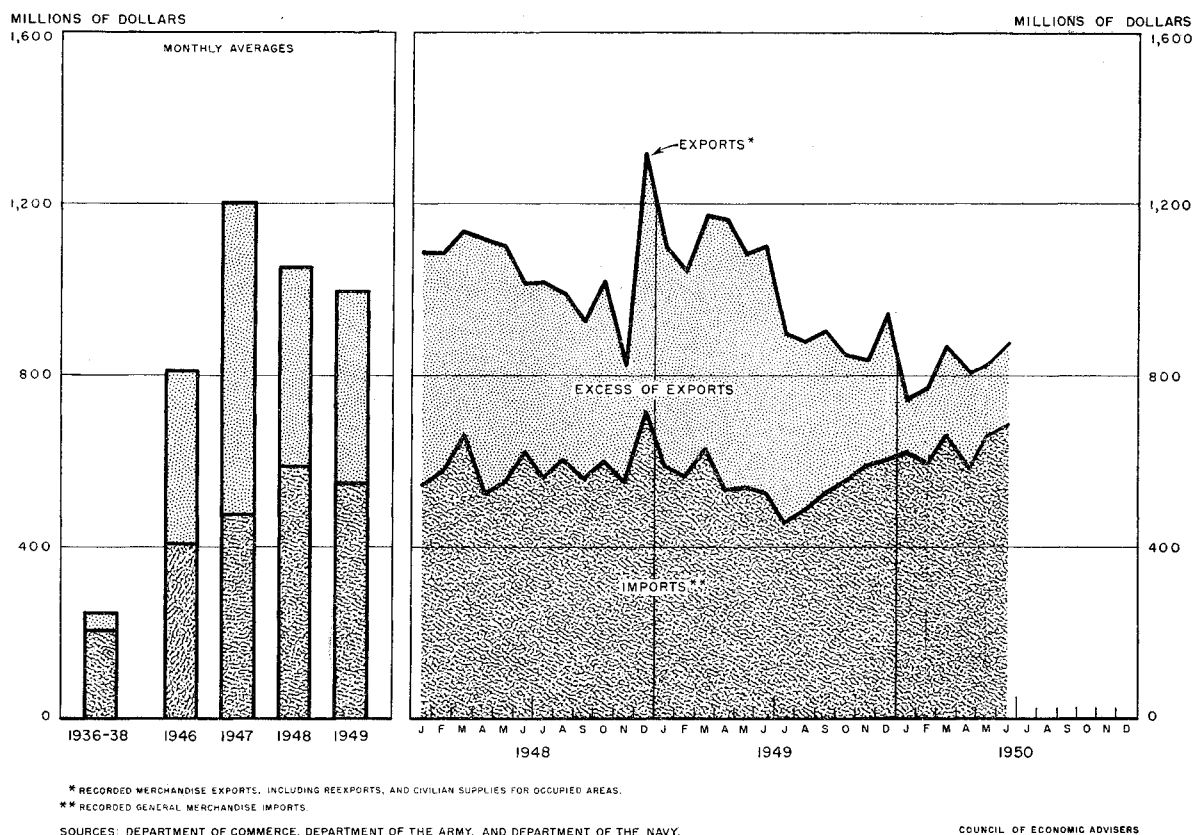
⁶ Not available.

⁷ Preliminary estimates.

Sources: Department of Commerce and Board of Governors of the Federal Reserve System.

MERCHANDISE EXPORTS AND IMPORTS

Imports rose again in June, bringing the average for the quarter to record levels. Since exports were also higher, the export surplus increased moderately over the May figure.



[Millions of dollars]

Period	Exports ¹	Imports ²	Excess of exports
1936-38 monthly average.....	247	207	40
1943 monthly average.....	1,080	282	798
1946 monthly average.....	849	410	439
1947 monthly average.....	1,278	478	801
1948 monthly average.....	1,054	592	462
1949 monthly average.....	1,000	552	448
1949: May.....	1,094	541	554
June.....	1,107	526	581
July.....	900	456	443
August.....	883	491	393
September.....	909	530	379
October.....	852	557	296
November.....	841	593	248
December.....	944	605	339
1950: January.....	746	623	122
February.....	773	600	173
March.....	868	664	204
April.....	810	583	227
May.....	824	659	166
June.....	876	686	190

¹ Recorded merchandise exports, including reexports, and civilian supplies for occupied areas.

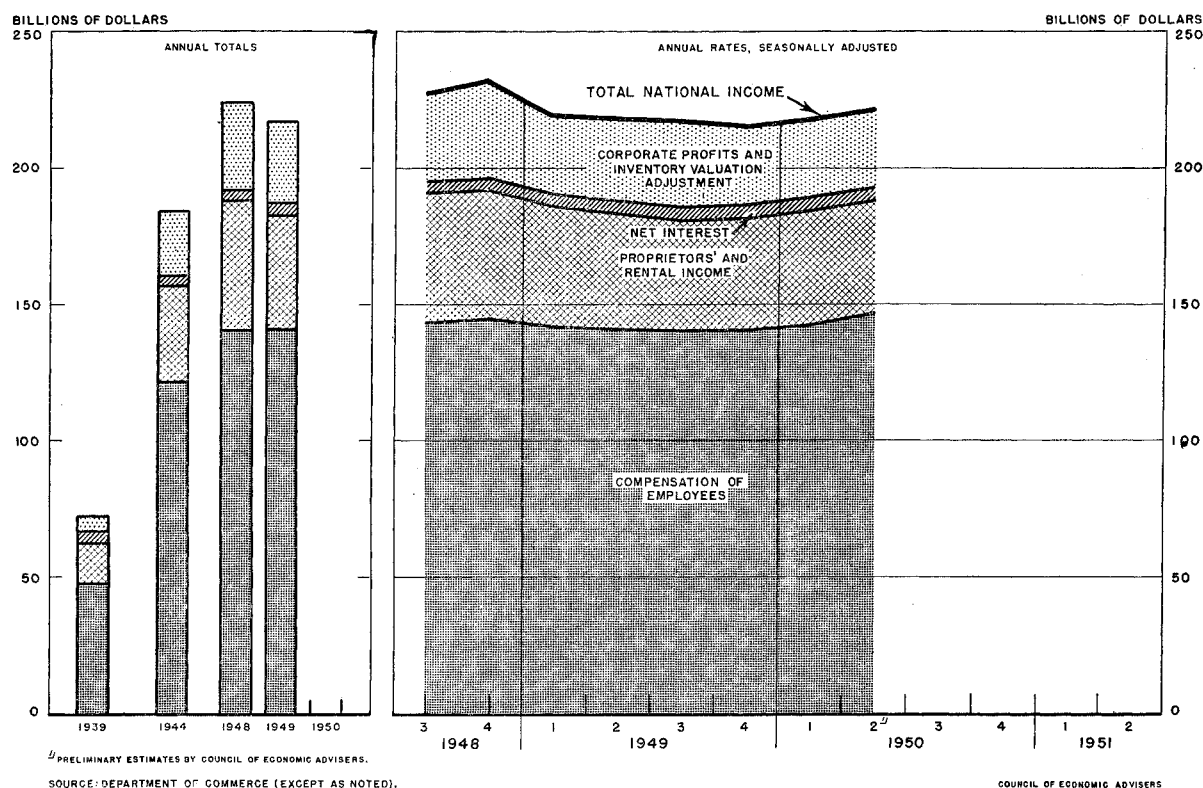
² Recorded general merchandise imports.

Sources: Department of Commerce, Department of the Army, and Department of the Navy.

PURCHASING POWER

NATIONAL INCOME

Total national income increased by about \$6 billion (annual rate) in 2nd quarter of 1950, according to preliminary data. The rise in compensation of employees was the principal factor.



[Billions of dollars]

Period	Total national income	Compensation of employees	Proprietors' (business, professional, farm) and rental income	Net interest	Corporate profits and inventory valuation adjustment		
					Total	Profits before taxes	Inventory valuation adjustment
1939-----	72.5	47.8	14.7	4.2	5.8	6.5	-0.7
1944-----	183.8	121.2	35.5	3.1	24.0	24.3	-0.3
1946-----	180.3	117.1	42.0	2.9	18.3	23.5	-5.2
1947-----	198.7	128.0	42.4	3.5	24.7	30.5	-5.8
1948-----	223.5	140.2	47.3	4.1	31.8	33.9	-2.2
1949-----	216.8	140.6	41.7	4.7	29.9	27.6	+2.0
Annual rates, seasonally adjusted							
1949: First quarter-----	218.8	141.5	43.8	4.6	28.8	28.3	+0.5
Second quarter-----	217.8	140.5	42.2	4.7	30.4	26.4	+3.9
Third quarter-----	216.7	140.0	40.1	4.8	31.8	28.2	+3.7
Fourth quarter-----	214.2	140.2	40.7	4.8	28.4	27.6	+0.8
1950: First quarter-----	217.2	142.3	41.5	5.0	28.4	29.2	-0.7
Second quarter ¹ -----	223.6	147.6	41.3	5.0	29.7	32.0	-2.3

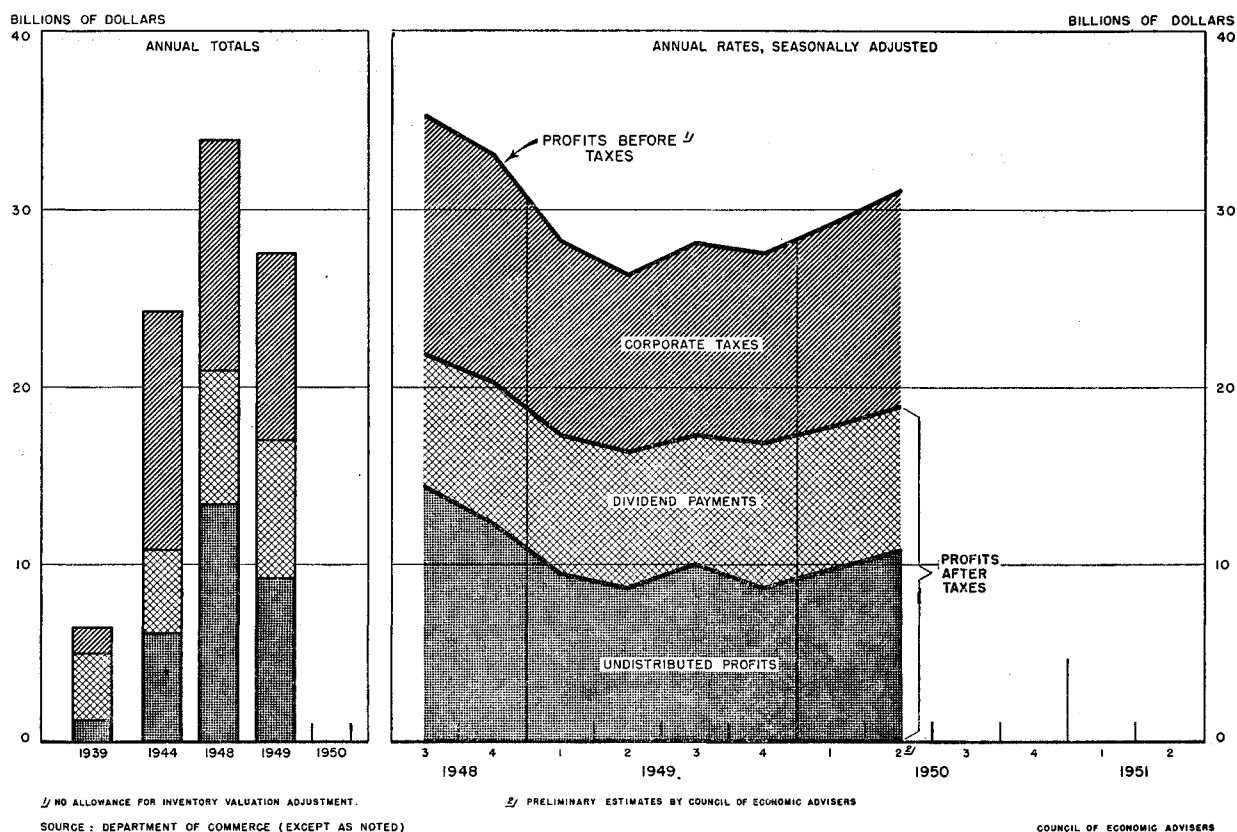
¹ Estimates by Council of Economic Advisers. Revised estimates, based on additional data, became available after the chart was prepared.

NOTE.—Detail will not necessarily add to totals because of rounding.

Source: Department of Commerce (except as noted).

CORPORATE PROFITS

Preliminary data indicate that corporate profits before taxes continued to rise in 2nd quarter of 1950, reaching an annual rate of \$32 billion. Dividend payments were unchanged from 1st quarter and undistributed profits \$1.7 billion higher.



[Billions of dollars]

Period	Corporate profits before taxes	Corporate tax liability	Corporate profits after taxes		
			Total	Dividend payments	Undistributed profits
1939	6.5	1.5	5.0	3.8	1.2
1944	24.3	13.5	10.8	4.7	6.1
1946	23.5	9.6	13.9	5.8	8.1
1947	30.5	11.9	18.5	6.6	12.0
1948	33.9	13.0	20.9	7.5	13.4
1949	27.6	10.6	17.0	7.8	9.2
Annual rates, seasonally adjusted					
1949: First quarter	28.3	10.9	17.4	7.9	9.5
Second quarter	26.4	10.0	16.4	7.7	8.7
Third quarter	28.2	10.8	17.3	7.4	10.0
Fourth quarter	27.6	10.6	16.9	8.2	8.7
1950: First quarter	29.2	11.4	17.8	8.1	9.7
Second quarter ¹	32.0	12.5	19.5	8.1	11.4

¹ Estimates by Council of Economic Advisers. Revised estimates, based on additional data, became available after the chart was prepared.

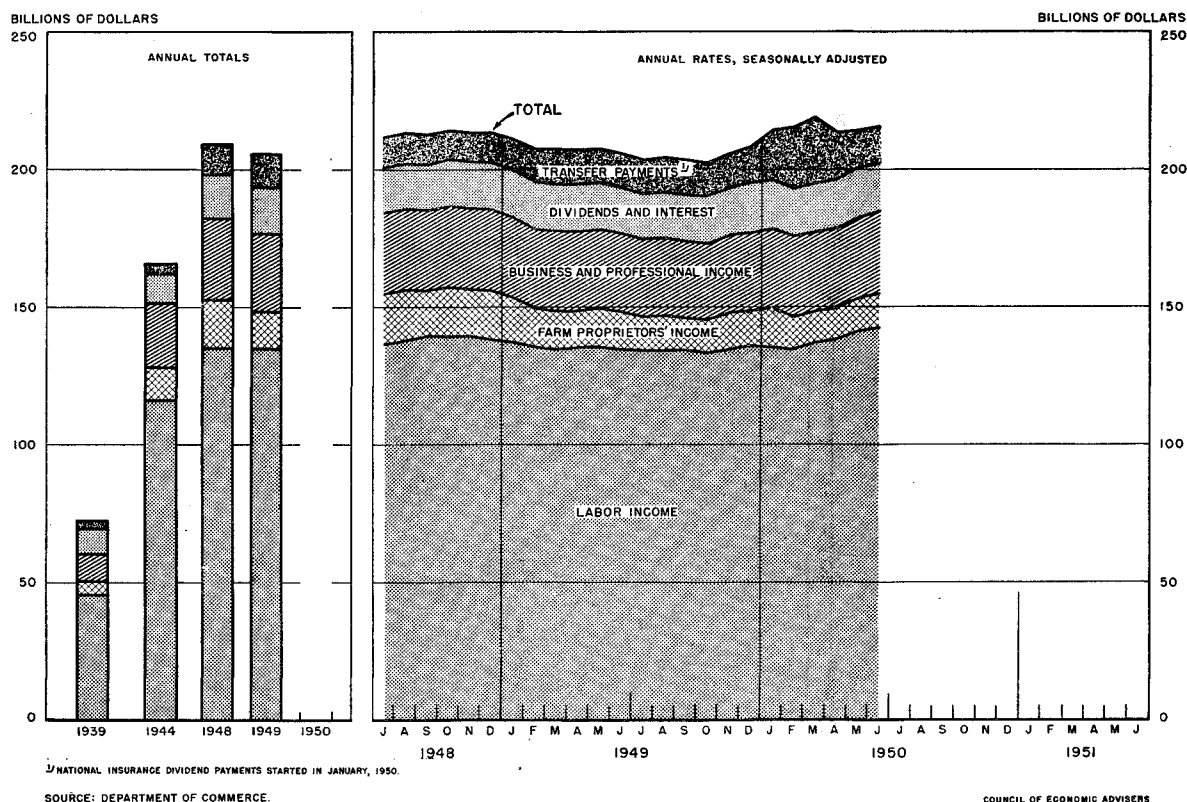
NOTE.—No allowance has been made for inventory valuation adjustment. See p. 20 for profits before taxes and inventory valuation adjustment.

Detail will not necessarily add to totals because of rounding.

Source: Department of Commerce (except as noted).

PERSONAL INCOME

The advance in personal income in June was paced by an increase in salaries and wages in manufacturing. The rise in proprietors' income was about evenly divided between farm and nonfarm.



[Billions of dollars]

Period	Total personal income	Labor income (salaries, wages, and other labor income)	Proprietors' income		Dividends and personal interest	Transfer payments
			Farm	Business, professional, and rental income		
1939.....	72. 0	45. 7	14. 3	10. 2	9. 2	3. 0
1944.....	165. 9	116. 2	11. 8	23. 7	10. 6	3. 6
1947.....	191. 0	122. 3	15. 6	26. 8	14. 5	11. 8
1948.....	209. 5	135. 0	17. 7	29. 6	16. 1	11. 2
1949.....	206. 1	134. 9	13. 4	28. 3	17. 2	12. 3
Annual rates, seasonally adjusted						
1949: May.....	207. 6	135. 6	14. 0	28. 6	17. 1	12. 3
June.....	205. 9	134. 5	13. 8	28. 4	16. 8	12. 4
July.....	203. 5	134. 3	12. 3	27. 9	16. 6	12. 4
August.....	204. 3	134. 2	12. 8	27. 9	16. 8	12. 6
September.....	203. 4	134. 6	11. 6	27. 7	17. 0	12. 6
October.....	202. 4	133. 3	12. 1	27. 7	17. 2	12. 1
November.....	205. 7	134. 4	13. 1	28. 1	17. 2	12. 4
December.....	208. 4	136. 0	12. 7	27. 9	18. 9	12. 9
1950: January.....	214. 6	135. 2	14. 6	28. 9	17. 5	¹ 18. 4
February.....	215. 4	134. 5	12. 3	28. 7	17. 7	¹ 22. 2
March.....	219. 3	136. 9	11. 4	28. 8	18. 0	¹ 24. 2
April.....	213. 8	138. 6	11. 0	28. 8	18. 2	¹ 17. 2
May.....	214. 5	141. 1	12. 1	29. 4	17. 8	¹ 14. 1
June ²	215. 8	142. 3	12. 5	30. 2	17. 4	¹ 13. 4

¹ Includes veterans' insurance dividend. During first quarter, the payment was at annual rate of \$8.5 billion (or \$2.1 billion, quarterly total) and during second quarter at \$2.0 billion (or \$502 million, quarterly total).

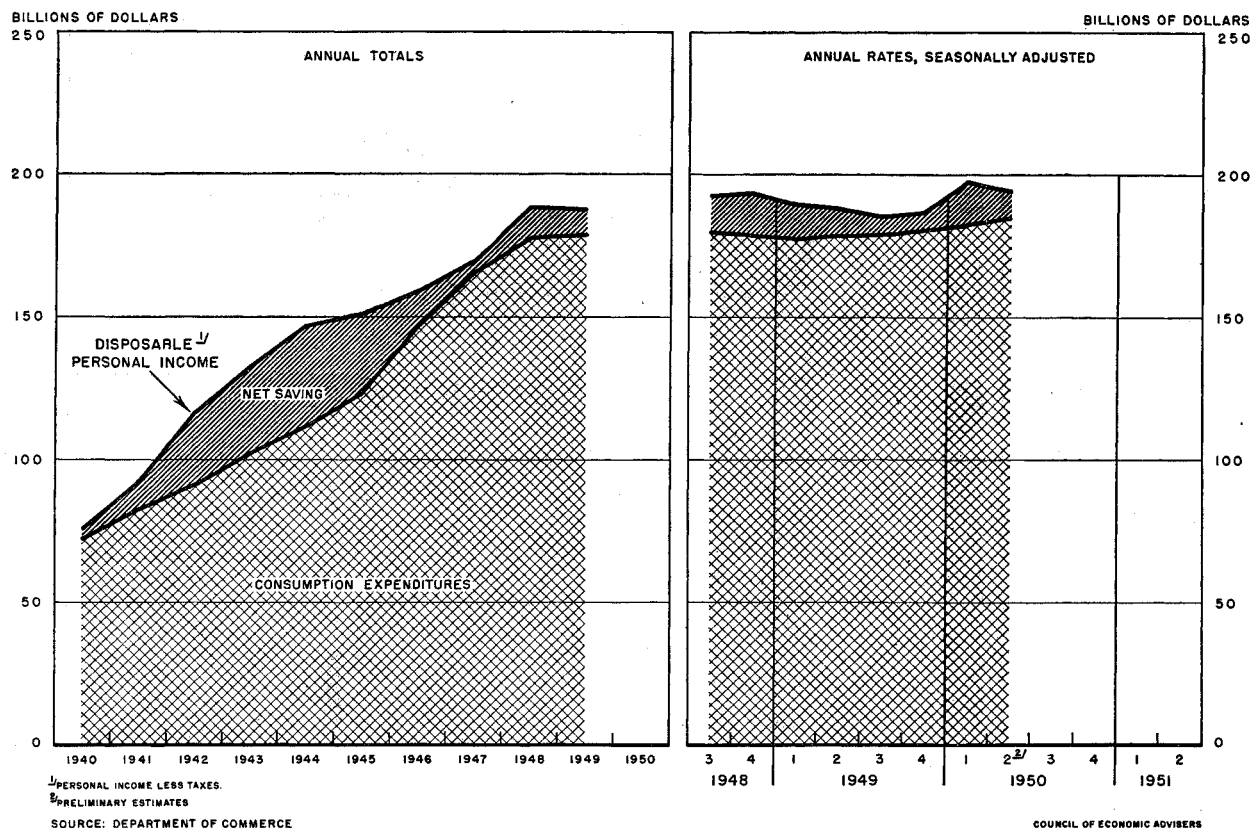
² Preliminary estimate.

NOTE.—Detail will not necessarily add to totals because of rounding.

Source: Department of Commerce.

CONSUMER INCOME, SPENDING, AND SAVING

Disposable personal income in 2nd quarter declined about \$2 billion (annual rate) from the 1st quarter postwar peak rate of nearly \$198 billion when the bulk of the NSLI dividend was distributed. Consumer expenditures continued to rise.



Period	Disposable personal income ¹	Less: Personal consumption expenditures	Equals: Personal net saving	Net saving as percent of disposable income
Billions of dollars				
1939.....	70.2	67.5	2.7	3.8
1941.....	92.0	82.3	9.8	10.7
1942.....	116.7	91.2	25.6	21.9
1944.....	147.0	111.6	35.4	24.1
1946.....	158.9	146.9	12.0	7.6
1947.....	169.5	165.6	3.9	2.3
1948.....	188.4	177.4	10.9	5.8
1949.....	187.4	178.8	8.6	4.6
Annual rates, seasonally adjusted				
1949: First quarter.....	189.9	177.4	12.5	6.6
Second quarter.....	188.2	178.4	9.8	5.2
Third quarter.....	185.1	179.0	6.2	3.3
Fourth quarter.....	186.8	180.6	6.2	3.3
1950: First quarter.....	197.7	182.4	15.3	7.7
Second quarter ²	195.5	184.5	11.0	5.6

¹ Income less taxes.

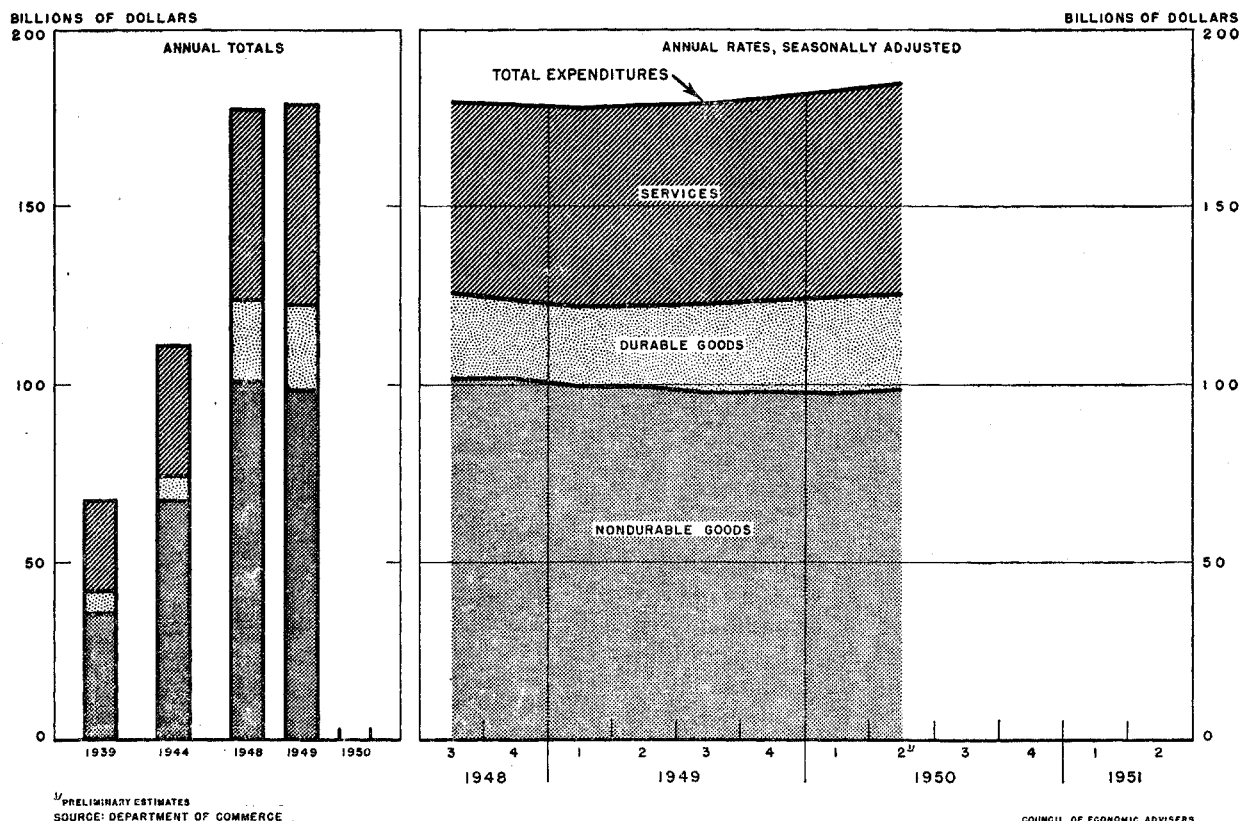
² Revised estimates, based on additional data, became available after the chart was prepared.

NOTE.—Detail will not necessarily add to totals because of rounding.

Source: Department of Commerce.

PERSONAL CONSUMPTION EXPENDITURES

Consumer expenditures increased again in 2nd quarter, with nondurables, especially food and clothing, registering the major gains. Expenditures for durable goods continued at a high level.



[Billions of dollars]

Period	Personal consumption expenditures			
	Total	Nondurable goods	Durable goods	Services
1939.....	67.5	35.3	6.7	25.5
1944.....	111.6	67.1	7.1	37.4
1946.....	146.9	85.8	16.6	44.5
1947.....	165.6	95.1	21.4	49.1
1948.....	177.4	100.9	22.9	53.7
1949.....	178.8	98.5	23.8	56.4
Annual rates, seasonally adjusted				
1949: First quarter.....	177.4	99.4	22.4	55.6
Second quarter.....	178.4	99.2	23.0	56.2
Third quarter.....	179.0	97.6	24.7	56.6
Fourth quarter.....	180.6	97.9	25.3	57.4
1950: First quarter.....	182.4	97.5	26.9	58.0
Second quarter ¹	184.5	99.0	26.7	58.8

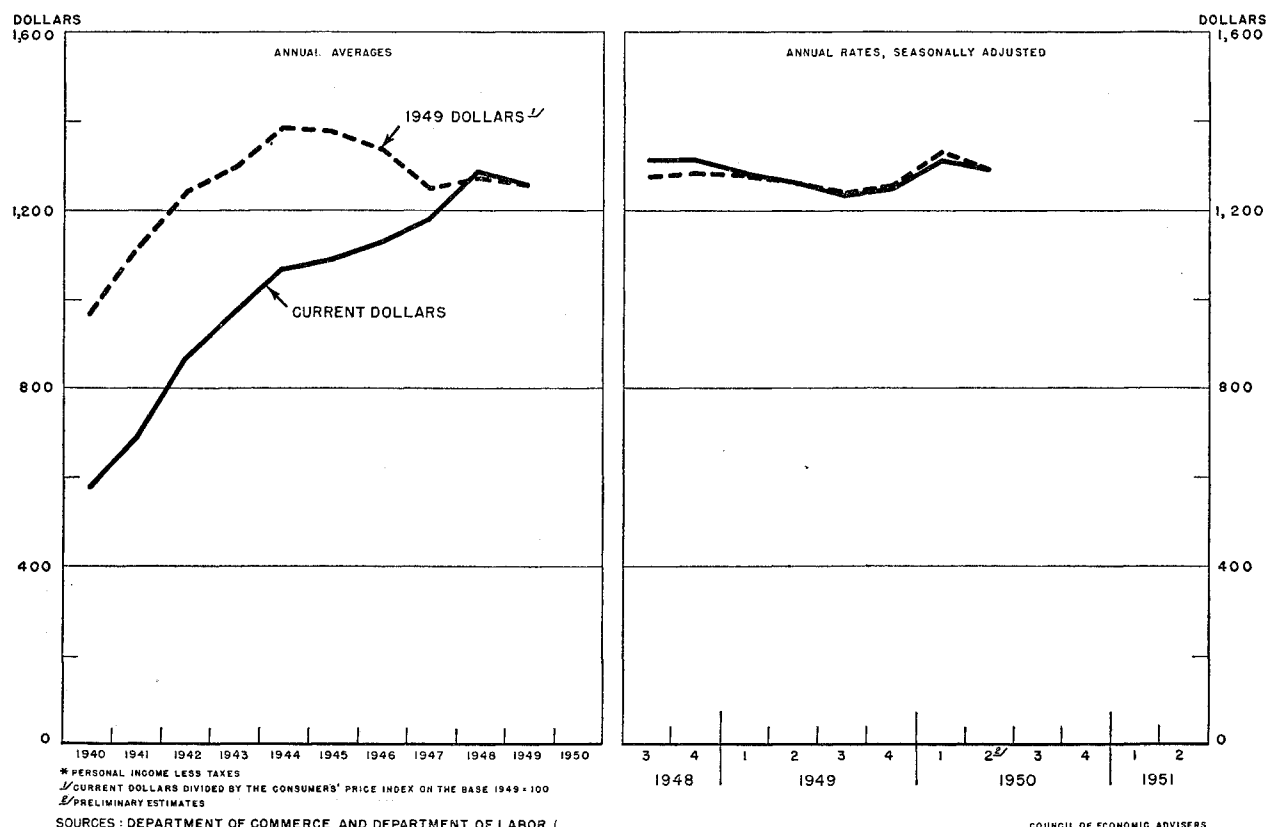
¹ Estimates by Council of Economic Advisers. Revised estimates, based on additional data, became available after the chart was prepared.

NOTE.—Detail will not necessarily add to totals because of rounding.

Source: Department of Commerce.

PER CAPITA INCOME*

Per capita disposable income declined in 2nd quarter of 1950, both in terms of current dollars and in real purchasing power, as a result of the tapering off of the NSLI dividend.



Period	Per capita disposable personal income ¹		Consumers' price index ³ 1949 = 100
	Current dollars	1949 dollars ²	
1939.....	\$536	\$912	58.8
1941.....	691	1,110	62.2
1942.....	867	1,247	69.5
1944.....	1,065	1,388	76.7
1946.....	1,125	1,333	84.4
1947.....	1,177	1,248	94.3
1948.....	1,285	1,270	101.2
1949.....	1,256	1,256	100.0
	Annual rates, seasonally adjusted		Not adjusted for seasonal variation
1949: First quarter.....	\$1,280	\$1,275	100.4
Second quarter.....	1,264	1,261	100.2
Third quarter.....	1,237	1,239	99.9
Fourth quarter.....	1,243	1,249	99.5
1950: First quarter.....	1,310	1,329	98.6
Second quarter ⁴	1,291	1,294	99.8

¹ Income less taxes.

² Current dollars divided by the consumers' price index on the base 1949=100.

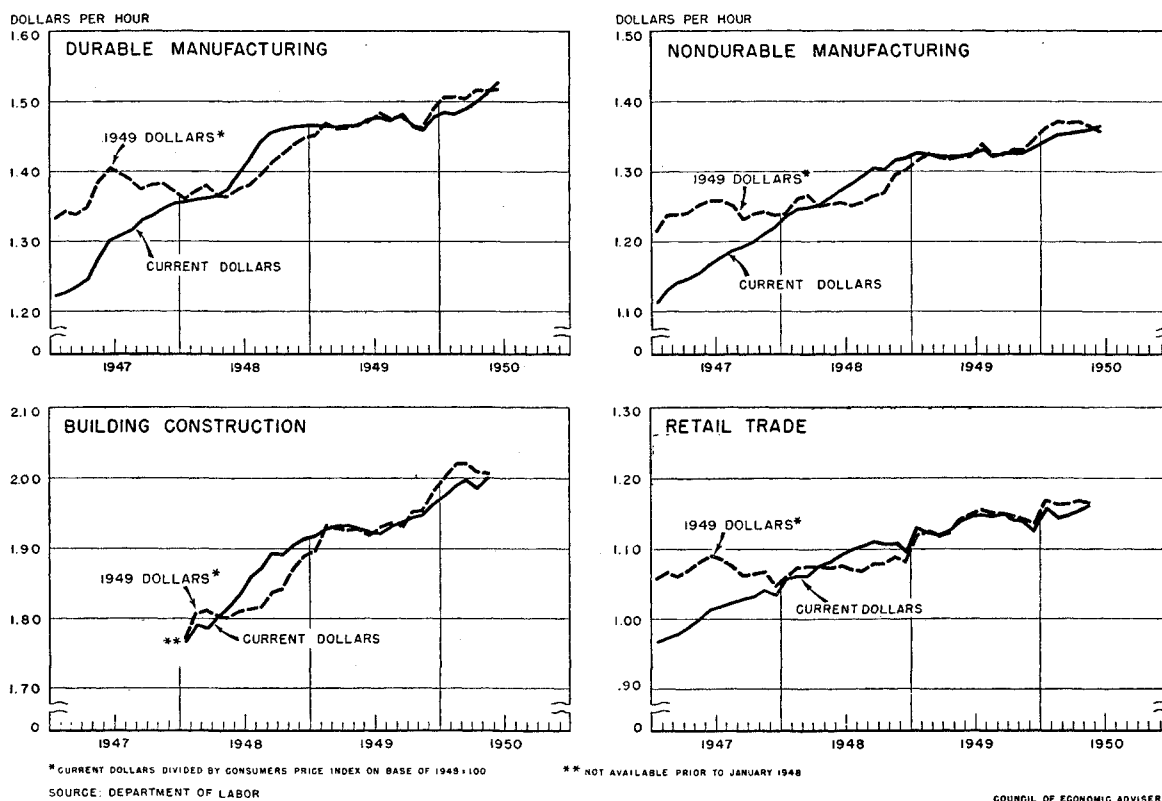
³ The consumers' price index has been roughly adjusted to take account of the understatement from December 1941-February 1947. This adjustment is in line with the report of the Mitchell Committee. The unadjusted index will be found on page 3.

⁴ Revised estimates, based on additional data, became available after the chart was prepared.

Sources: Department of Commerce and Department of Labor.

AVERAGE HOURLY EARNINGS - SELECTED INDUSTRIES

Hourly earnings in manufacturing passed the May peak to reach a new high of over \$1.45 in June. The increases in durable goods manufacturing were greater than those in nondurables.



[Selected industries ¹]

Period	All manufacturing		Durable goods manufacturing		Nondurable goods manufacturing		Building construction		Retail trade	
	Current dollars	1949 dollars ²	Current dollars	1949 dollars ²	Current dollars	1949 dollars ²	Current dollars	1949 dollars ³	Current dollars	1949 dollars ²
1939 monthly average	\$0. 633	\$1. 077	\$0. 698	\$1. 187	(3)	(3)	(3)	(3)	(3)	(3)
1943 monthly average	. 961	1. 286	1. 059	1. 418	(3)	(3)	(3)	(3)	(3)	(3)
1946 monthly average	1. 086	1. 287	1. 156	1. 370	(3)	(3)	(3)	(3)	(3)	(3)
1947 monthly average	1. 237	1. 312	1. 292	1. 370	\$1. 171	\$1. 242	(3)	(3)	\$1. 009	\$1. 070
1948 monthly average	1. 350	1. 334	1. 410	1. 393	1. 278	1. 263	\$1. 848	\$1. 826	1. 088	1. 075
1949 monthly average	1. 401	1. 401	1. 469	1. 469	1. 325	1. 325	1. 935	1. 935	1. 137	1. 137
1949: May	1. 401	1. 400	1. 467	1. 466	1. 323	1. 322	1. 930	1. 928	1. 141	1. 140
June	1. 405	1. 401	1. 475	1. 471	1. 324	1. 320	1. 924	1. 918	1. 147	1. 144
July	1. 408	1. 414	1. 477	1. 483	1. 332	1. 337	1. 922	1. 930	1. 148	1. 153
August	1. 399	1. 402	1. 473	1. 476	1. 319	1. 322	1. 932	1. 936	1. 146	1. 148
September	1. 407	1. 403	1. 482	1. 478	1. 328	1. 324	1. 938	1. 932	1. 150	1. 147
October	1. 392	1. 398	1. 458	1. 464	1. 325	1. 330	1. 944	1. 952	1. 140	1. 145
November	1. 392	1. 396	1. 457	1. 461	1. 325	1. 329	1. 947	1. 953	1. 138	1. 141
December	1. 408	1. 421	1. 476	1. 489	1. 334	1. 346	1. 964	1. 982	1. 126	1. 136
1950: January	1. 418	1. 437	1. 485	1. 505	1. 343	1. 361	1. 976	2. 002	1. 153	1. 168
February	1. 420	1. 442	1. 483	1. 506	1. 350	1. 371	1. 988	2. 018	1. 145	1. 162
March	1. 424	1. 441	1. 486	1. 504	1. 353	1. 369	1. 995	2. 019	1. 148	1. 162
April ⁴	1. 434	1. 450	1. 498	1. 515	1. 356	1. 371	1. 986	2. 008	1. 153	1. 166
May ⁴	1. 443	1. 447	1. 509	1. 514	1. 359	1. 363	2. 000	2. 006	1. 160	1. 163
June ⁴	1. 454	1. 444	1. 525	1. 514	1. 364	1. 355	(3)	(3)	(3)	(3)

¹ Production and related workers.

² Not available.

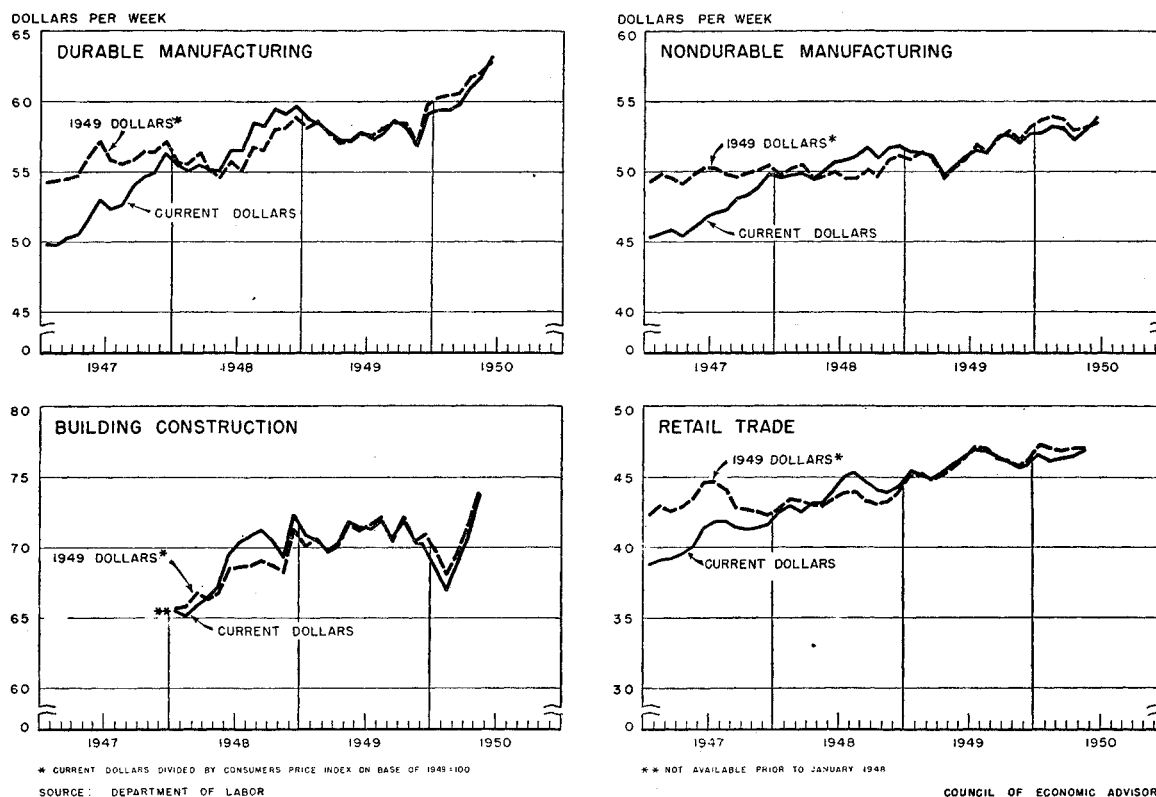
³ Current dollars divided by consumers' price index on base 1949=100. See note 3 to table on page 25.

⁴ Preliminary estimates.

Source: Department of Labor.

AVERAGE WEEKLY EARNINGS - SELECTED INDUSTRIES

Weekly earnings in manufacturing industries continued to rise for the seventh consecutive month, reaching a record figure of \$58.89 in June. The gain of almost \$1.50 in durable and of about \$1.00 in nondurable manufacturing was due primarily to increased hours.



[Selected industries ¹]

Period	All manufacturing		Durable goods manufacturing		Nondurable goods manufacturing		Building construction		Retail trade	
	Current dollars	1949 dollars ²	Current dollars	1949 dollars ²	Current dollars	1949 dollars ²	Current dollars	1949 dollars ²	Current dollars	1949 dollars ²
1939 monthly average -----	\$23.86	\$40.58	\$26.50	\$45.07	(3)	(3)	(3)	(3)	(3)	(3)
1943 monthly average -----	43.14	57.75	49.30	66.00	(3)	(3)	(3)	(3)	(3)	(3)
1946 monthly average -----	43.82	51.92	46.49	55.08	(3)	(3)	(3)	(3)	(3)	(3)
1947 monthly average -----	49.97	52.99	52.46	55.63	\$46.96	\$49.80	(3)	(3)	\$40.66	\$43.12
1948 monthly average -----	54.14	53.50	57.11	56.43	50.61	50.01	\$68.85	\$68.03	43.85	43.33
1949 monthly average -----	54.92	54.92	58.03	58.03	51.41	51.41	70.95	70.95	45.93	45.93
1949: May -----	54.08	54.03	57.21	57.15	50.41	50.36	71.81	71.74	45.98	45.93
June -----	54.51	54.35	57.82	57.65	50.97	50.82	71.44	71.23	46.45	46.31
July -----	54.63	54.85	57.31	57.54	51.55	51.76	71.28	71.57	46.95	47.14
August -----	54.70	54.81	57.89	58.01	51.31	51.41	71.95	72.09	46.87	46.96
September -----	55.72	55.55	58.69	58.51	52.59	52.43	70.69	70.48	46.58	46.44
October -----	55.26	55.48	58.17	58.40	52.47	52.68	71.80	72.09	46.06	46.24
November -----	54.43	54.59	56.82	56.99	52.07	52.23	70.21	70.42	45.63	45.77
December -----	56.04	56.55	59.19	59.73	52.69	53.17	70.26	70.90	45.83	46.25
1950: January -----	56.29	57.03	59.40	60.18	52.91	53.61	68.76	69.67	46.58	47.19
February -----	56.37	57.23	59.47	60.38	53.06	53.87	67.00	68.02	46.26	46.96
March -----	56.53	57.22	59.74	60.47	53.04	53.68	68.83	69.67	46.26	46.82
April ⁴ -----	56.93	57.56	60.97	61.65	52.21	52.79	70.70	71.49	46.47	46.99
May ⁴ -----	57.72	57.89	61.72	61.91	52.87	53.03	73.60	73.82	46.86	47.00
June ⁴ -----	58.89	58.48	63.14	62.70	53.74	53.37	(3)	(3)	(3)	(3)

¹ For production and related workers.

² Not available.

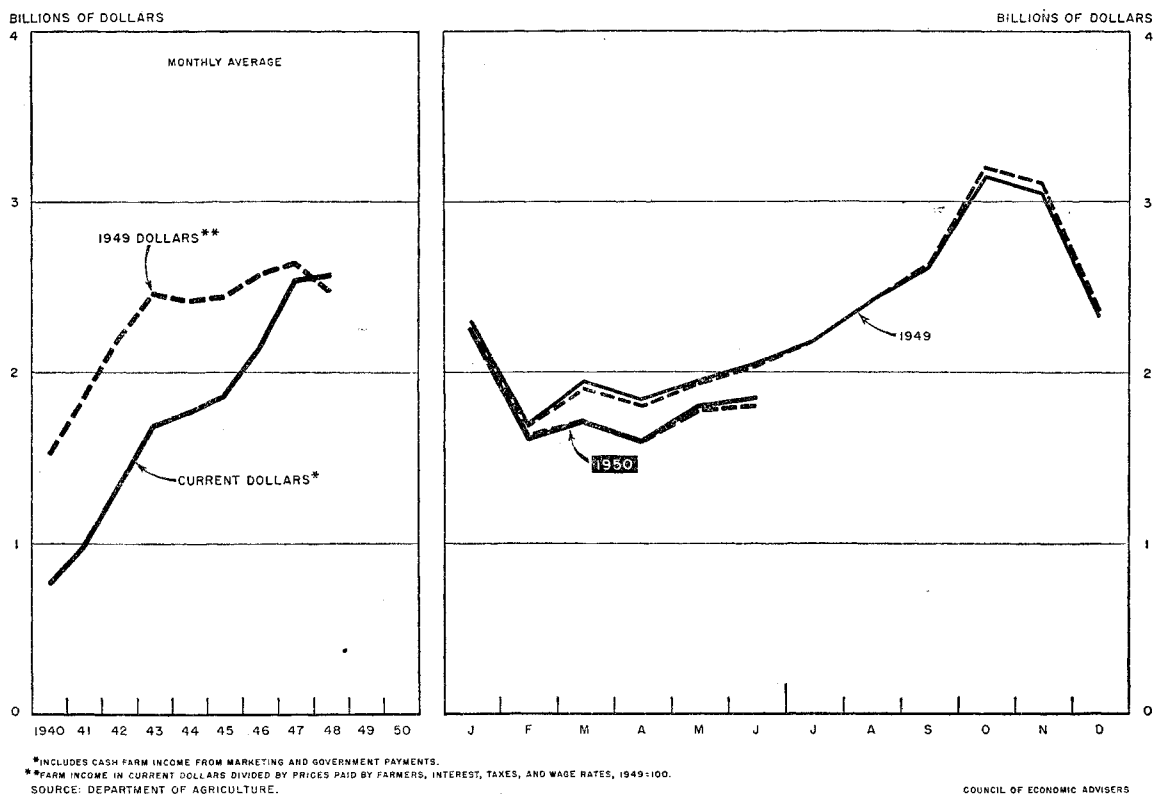
³ Current dollars divided by consumers' price index on the base 1949=100. See note 3 to table on page 25.

⁴ Preliminary estimates.

Source: Department of Labor.

FARM INCOME

Farm income advanced slightly in June but was 10 percent below the level of June 1949.



Period	Farm income (millions of current dollars) ¹	Prices paid by farmers (incl. interest, taxes, and wage rates) 1949=100 ²	Farm income (millions of 1949 dollars) ³
1939 monthly average.....	724	49	1,478
1941 monthly average.....	981	53	1,851
1942 monthly average.....	1,339	61	2,195
1944 monthly average.....	1,764	73	2,416
1946 monthly average.....	2,136	83	2,573
1947 monthly average.....	2,527	96	2,632
1948 monthly average.....	2,567	104	2,468
1949 monthly average.....	2,290	100	2,290
1949: May ⁴	1,946	101	1,927
June.....	2,053	101	2,033
July.....	2,177	100	2,177
August.....	2,417	100	2,417
September.....	2,608	99	2,634
October.....	3,139	98	3,203
November.....	3,050	98	3,112
December.....	2,326	98	2,373
1950: January.....	2,254	100	2,254
February.....	1,614	99	1,630
March.....	1,707	100	1,707
April.....	1,594	100	1,594
May ⁴	1,809	102	1,774
June ⁴	1,851	102	1,815

¹ Includes cash farm income from marketings and Government payments.

² Converted from the reported base, 1910-14=100, to the base 1949=100.

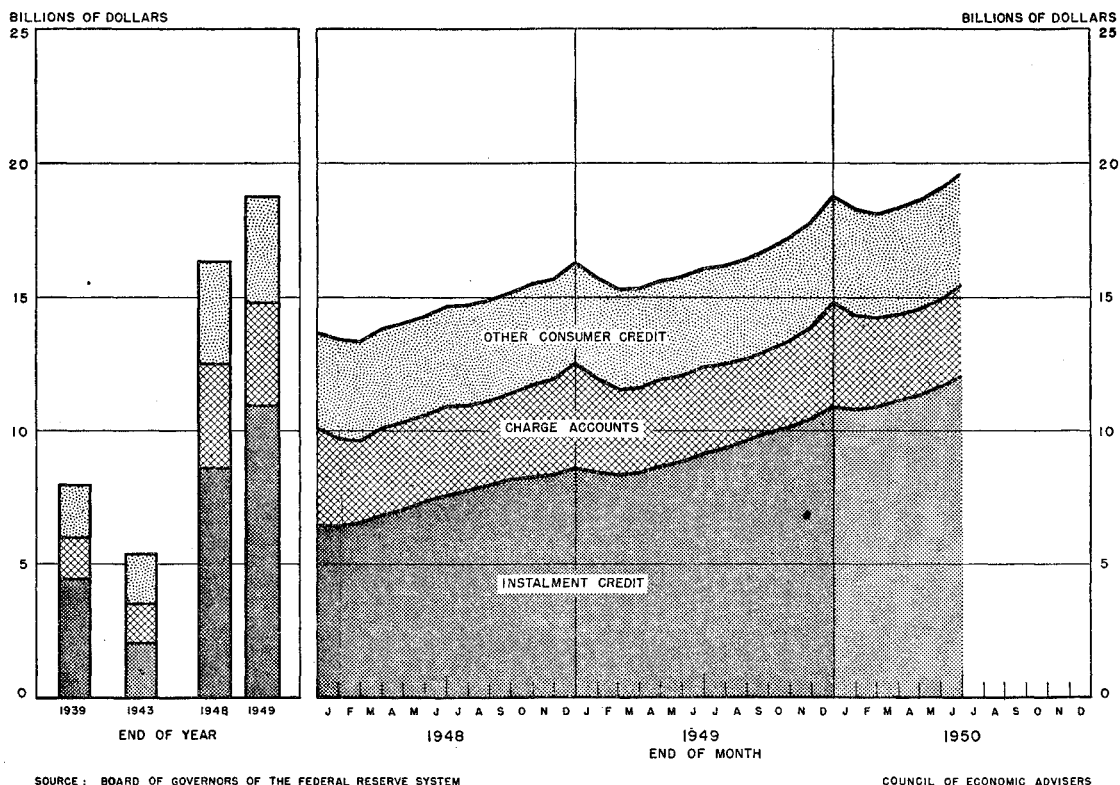
³ Farm income in current dollars divided by prices paid by farmers, interest, taxes, and wage rates, 1949=100.

⁴ Preliminary estimates.

Source: Department of Agriculture.

CONSUMER CREDIT

Consumer instalment credit continued to rise sharply in June, reflecting a strong demand for both automobiles and other consumer durables.



[Millions of dollars]

End of period	Total consumer credit outstanding	Instalment credit			Charge accounts	Other consumer credit ¹
		Total	Automobile sale credit	Other sale credit and loans		
1939.....	7,969	4,424	1,267	3,157	1,544	2,001
1943.....	5,378	2,001	175	1,826	1,498	1,879
1946.....	10,191	4,000	544	3,456	3,054	3,137
1947.....	13,673	6,434	1,151	5,283	3,612	3,627
1948.....	16,319	8,600	1,961	6,639	3,854	3,865
1949.....	18,779	10,890	3,144	7,746	3,909	3,980
1949: May.....	15,843	8,888	2,386	6,502	3,235	3,720
June.....	16,124	9,123	2,499	6,624	3,274	3,727
July.....	16,198	9,335	2,610	6,725	3,123	3,740
August.....	16,453	9,622	2,761	6,861	3,064	3,767
September.....	16,803	9,899	2,876	7,023	3,123	3,781
October.....	17,223	10,166	2,986	7,180	3,197	3,860
November.....	17,815	10,441	3,085	7,356	3,454	3,920
December.....	18,779	10,890	3,144	7,746	3,909	3,980
1950: January.....	18,344	10,836	3,179	7,657	3,506	4,002
February.....	18,126	10,884	3,256	7,628	3,233	4,009
March.....	18,302	11,077	3,355	7,722	3,211	4,014
April.....	18,620	11,322	3,470	7,852	3,241	4,054
May.....	19,077	11,668	3,600	8,068	3,290	4,128
June ²	19,627	12,063	3,761	8,302	3,399	4,165

¹ Includes single-payment loans of commercial banks and pawnbrokers and service credit.

NOTE.—Detail will not necessarily add to totals because of rounding.

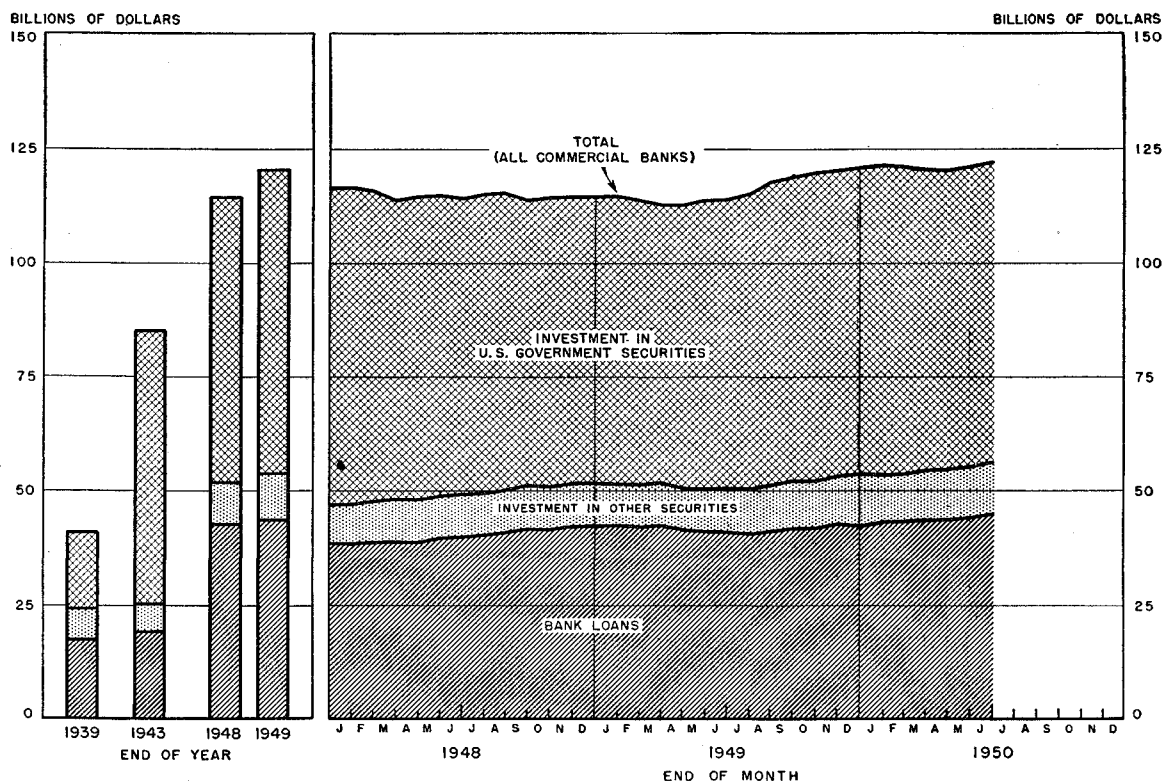
Source: Board of Governors of the Federal Reserve System.

² Preliminary estimates.

MONEY, BANKING, AND FEDERAL FINANCE

BANK LOANS AND INVESTMENTS

Commercial banks expanded their loans by nearly \$1 billion in June.



SOURCE: BOARD OF GOVERNORS OF THE FEDERAL RESERVE SYSTEM

COUNCIL OF ECONOMIC ADVISERS

[Billions of dollars, all commercial banks]

End of period	Total loans and investments	Bank loans	Investments		
			Total	U. S. Government securities	Other securities
1929.....	49.5	36.0	13.5	4.8	8.7
1939.....	40.7	17.2	23.4	16.3	7.1
1945.....	124.0	26.1	97.9	90.6	7.3
1947.....	116.3	38.1	78.2	69.2	9.0
1948.....	114.3	42.5	71.8	62.6	9.2
1949.....	120.2	43.0	77.2	67.0	10.2
1949: May.....	113.4	40.9	72.5	63.2	9.3
June.....	113.8	41.0	72.7	63.2	9.5
July.....	114.7	40.5	74.3	64.4	9.8
August.....	117.9	41.2	76.7	66.7	10.0
September.....	118.5	41.7	76.8	66.7	10.2
October.....	119.5	41.8	77.7	67.6	10.1
November.....	119.7	42.7	77.0	66.9	10.1
December.....	120.2	43.0	77.2	67.0	10.2
1950: January.....	121.2	42.9	78.3	68.0	10.3
February.....	120.6	43.1	77.5	67.1	10.4
March.....	120.3	43.7	76.7	65.8	10.9
April.....	120.4	43.8	76.6	65.6	11.0
May.....	121.2	44.1	77.1	66.1	11.0
June ¹	122.1	45.0	77.2	66.0	11.2

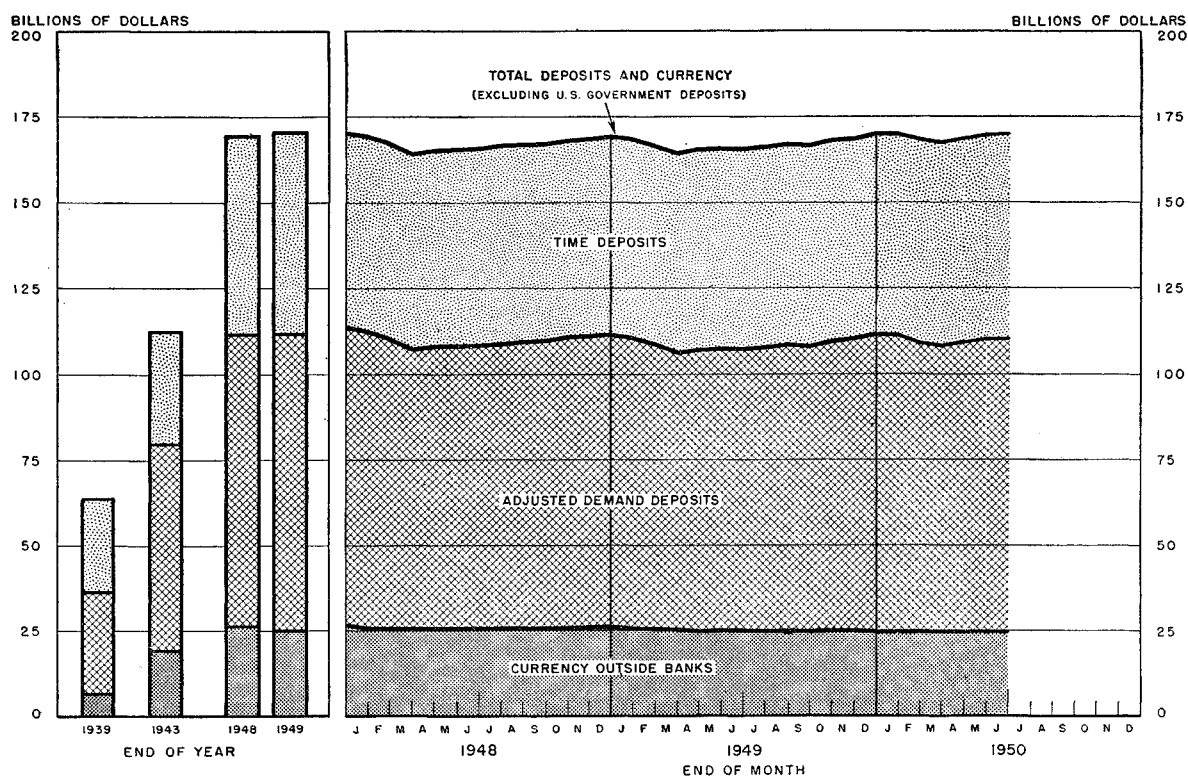
¹ Preliminary estimates.

NOTE.—Detail will not necessarily add to totals because of rounding.

SOURCE: Board of Governors of the Federal Reserve System.

MONEY SUPPLY

The money supply was slightly higher in June.



[Billions of dollars]

End of period	Total privately-held money supply	Currency outside banks	Adjusted demand deposits ¹	Time deposits ²
1939.....	63.3	6.4	29.8	27.1
1943.....	112.4	18.8	60.8	32.7
1946.....	164.0	26.7	83.3	54.0
1947.....	170.0	26.5	87.1	56.4
1948.....	169.1	26.1	85.5	57.5
1949.....	169.8	25.4	85.8	58.6
1949: May.....	165.6	25.0	82.5	58.2
June.....	165.6	25.3	81.9	58.5
July.....	166.3	24.9	83.1	58.4
August.....	166.9	25.1	83.4	58.4
September.....	166.3	24.9	83.1	58.4
October.....	167.7	24.9	84.3	58.4
November.....	168.1	25.1	85.0	58.0
December.....	169.8	25.4	85.8	58.6
1950: January.....	169.7	24.5	86.4	58.7
February.....	168.2	24.7	84.5	59.0
March.....	167.1	24.6	83.3	59.3
April.....	168.5	24.6	84.5	59.5
May ³	169.5	24.7	85.3	59.5
June ³	169.7	24.6	85.4	59.7

¹ Includes demand deposits, other than interbank and U. S. Government, less cash items in process of collection.

² Includes deposits in commercial banks, mutual savings banks, and Postal Savings System.

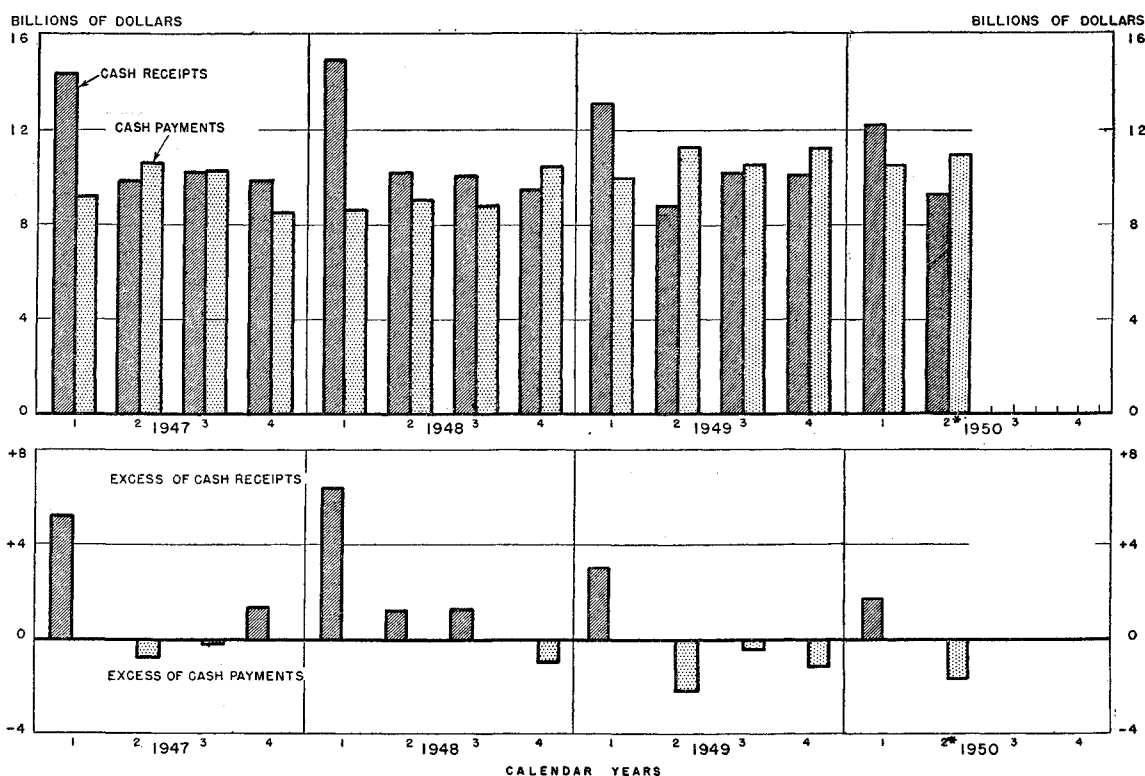
³ Preliminary estimates.

Source: Board of Governors of the Federal Reserve System.

NOTE.—Detail will not necessarily add to totals because of rounding.

FEDERAL CASH RECEIPTS FROM AND PAYMENTS TO THE PUBLIC

In 2nd. quarter of 1950, cash payments to the public were \$1.8 billion larger than receipts. Receipts were larger and payments less than in the corresponding quarter of 1949.



* PRELIMINARY ESTIMATES

SOURCE: BUREAU OF THE BUDGET AND TREASURY DEPARTMENT.

COUNCIL OF ECONOMIC ADVISERS

[Millions of dollars]

Calendar years	Federal cash receipts from the public	Federal cash payments to the public	Excess of receipts (+) or payments (-)
Calendar year total:			
1946.....	41, 426	41, 372	+54
1947.....	44, 279	38, 584	+5, 695
1948.....	44, 920	36, 954	+7, 967
1949.....	41, 346	42, 634	-1, 288
Quarterly total, not adjusted for seasonal:			
1947: Third quarter.....	10, 220	10, 257	-37
Fourth quarter.....	9, 869	8, 536	+1, 331
1948: First quarter.....	15, 037	8, 637	+6, 400
Second quarter.....	10, 238	9, 033	+1, 205
Third quarter.....	10, 085	8, 798	+1, 287
Fourth quarter.....	9, 560	10, 486	-925
1949: First quarter.....	13, 122	9, 964	+3, 158
Second quarter.....	8, 814	11, 389	-2, 575
Third quarter.....	10, 143	10, 528	-385
Fourth quarter.....	9, 267	10, 753	-1, 486
1950: First quarter.....	12, 235	10, 760	+1, 475
Second quarter ¹	9, 308	11, 105	-1, 802

¹ Preliminary estimates based on incomplete data.

Sources: Treasury Department and Bureau of the Budget.

NOTE.—Detail will not necessarily add to totals because of rounding.

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