

86th Congress, 1st Session

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Economic Indicators

FEBRUARY 1959

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

UNITED STATES
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WASHINGTON : 1959

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(Created pursuant to Sec. 5 (a) of Public Law 304, 79th Cong.)

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[PUBLIC LAW 120—81ST CONGRESS; CHAPTER 237—1ST SESSION]

JOINT RESOLUTION [S. J. Res. 55]

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 Economic Committee 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 Economic Committee; 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.

Contents

TOTAL OUTPUT, INCOME, AND SPENDING

Page

The Nation's Income, Expenditure, and Saving	1
Gross National Product or Expenditure	2
National Income	3
Sources of Personal Income	4
Disposition of Personal Income	5
Per Capita Disposable Income	6
Farm Income	7
Corporate Profits	8
Gross Private Domestic Investment	9
Expenditures for New Plant and Equipment	10

EMPLOYMENT, UNEMPLOYMENT, AND WAGES

Status of the Labor Force	11
Nonagricultural Employment	12
Average Weekly Hours—Selected Industries	13
Average Hourly Earnings—Selected Industries	14
Average Weekly Earnings—Selected Industries	15

PRODUCTION AND BUSINESS ACTIVITY

Industrial Production	16
Production of Selected Manufactures	17
Weekly Indicators of Production	18
New Construction	19
Housing Starts and Applications for Financing	20
Sales and Inventories—Manufacturing and Trade	21
Merchandise Exports and Imports	22

PRICES

Consumer Prices	23
Wholesale Prices	24
Prices Received and Paid by Farmers	25

CURRENCY, CREDIT, AND SECURITY MARKETS

Currency and Deposits	26
Bank Loans, Investments, and Reserves	27
Consumer Credit	28
Bond Yields and Interest Rates	29
Stock Prices	30

FEDERAL FINANCE

Budget Receipts and Expenditures	31
Cash Receipts from and Payments to the Public	32

TOTAL OUTPUT, INCOME, AND SPENDING

THE NATION'S INCOME, EXPENDITURE, AND SAVING

Current estimates show a marked increase in total income and expenditures between the third and fourth quarters of 1958.

[Billions of dollars]

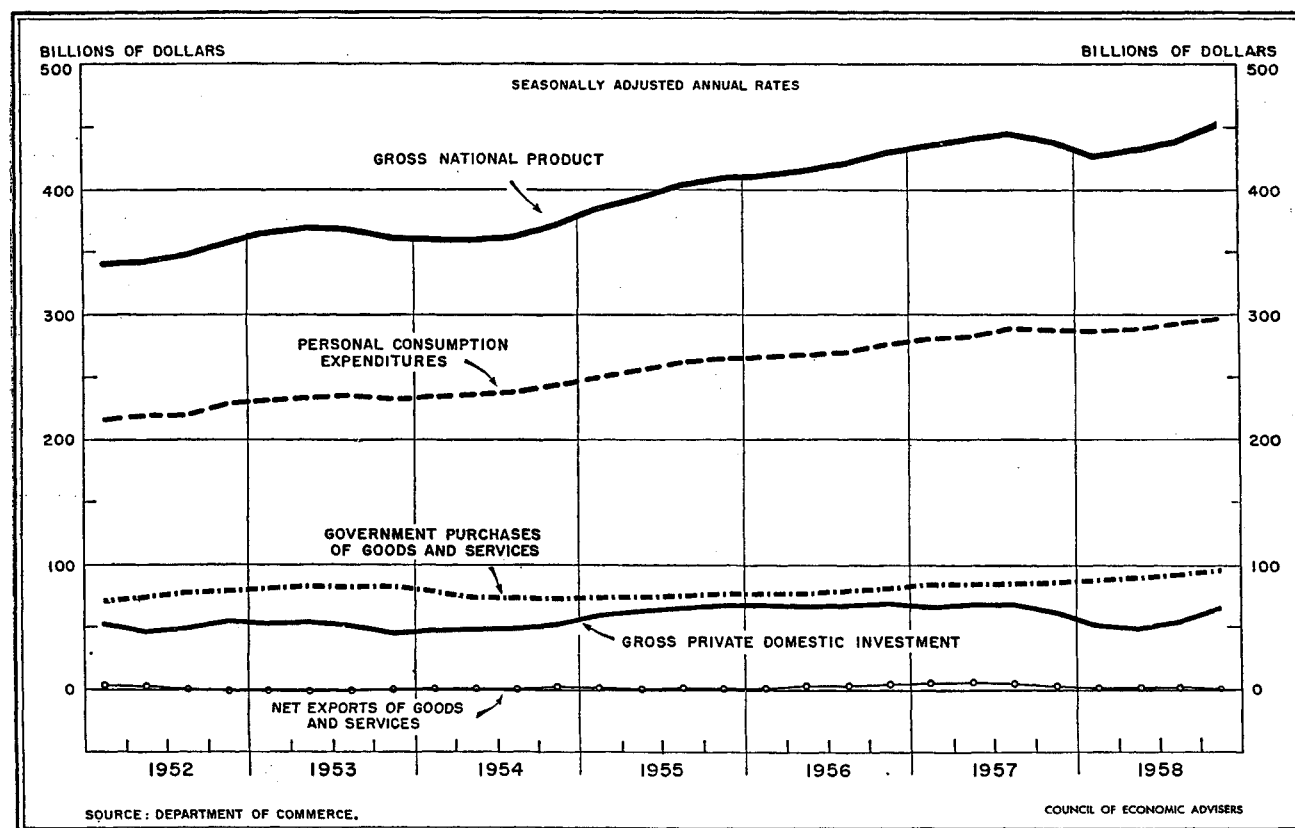
Economic group	1957			1958								
	Fourth quarter			Year			Third quarter			Fourth quarter		
	Re- ceipts	Ex- pend- itures	Excess of re- ceipts (+) or ex- pend- itures (-)	Re- ceipts	Ex- pend- itures	Excess of re- ceipts (+) or ex- pend- itures (-)	Re- ceipts	Ex- pend- itures	Excess of re- ceipts (+) or ex- pend- itures (-)	Re- ceipts	Ex- pend- itures	Excess of re- ceipts (+) or ex- pend- itures (-)
	Seasonally adjusted annual rates						Seasonally adjusted annual rates					
Consumers:												
Disposable personal income	306.8			311.6			315.1			315.8		
Personal consumption expenditures		287.2			290.6			291.5			295.9	
Personal net saving (+)			19.6			21.0			23.6			19.9
Business:												
Gross retained earnings	45.4			45.0			44.5			49.2		
Gross private domestic investment		61.5			54.4			54.5			61.6	
Excess of investment (-)			-16.1			-9.4			-10.0			-12.4
International:												
Foreign net transfers by government	1.4			1.3			1.2			1.3		
Net exports of goods and services		3.3			1.4			1.7			.4	
Excess of transfers (+) or of net exports (-)			-1.9			-1.1			-1.5			.9
Government (Federal, State, and local):												
Tax and nontax receipts or accruals	114.7			114.4			116.0			120.2		
Less: Transfers, interest, and subsidies (net)	30.2			33.3			34.1			34.0		
Net receipts	84.5			81.1			81.9			86.2		
Total government expenditures		117.1			124.6			126.1			129.2	
Less: Transfers, interest, and subsidies (net)		30.2			33.3			34.1			34.0	
Purchases of goods and services		86.9			91.2			92.0			95.2	
Surplus (+) or deficit (-) on income and product account			-2.3			-10.2			-10.2			-9.0
Statistical discrepancy	.7		.7	-1.2		-1.2	-3.0		-3.0	.7		.7
GROSS NATIONAL PRODUCT	438.9	438.9		437.7	437.7		439.8	439.8		453.0	453.0	

NOTE.—Series revised beginning 1958. See note, p. 2.
For explanation and use of this arrangement, see Senate Report No. 1295,
Joint Economic Report, pp. 92-93, 99-105, and *Economic Report of the President*,
January 1953, Appendix A.

Detail will not necessarily add to totals because of rounding.
Sources: Department of Commerce and Council of Economic Advisers.

GROSS NATIONAL PRODUCT OR EXPENDITURE

Gross national expenditures rose \$13.2 billion (seasonally adjusted annual rate) between the third and fourth quarters of 1958, according to current estimates. Increases occurred in all major components except net exports.



[Billions of dollars]

Period	Total gross national product in 1958 prices	Total gross national product	Personal consumption expenditures	Gross private domestic investment	Net exports of goods and services	Government purchases of goods and services				
						Total ¹	Total ¹	National defense ²	Other	State and local
1948.....	323.7	259.4	178.3	43.1	3.5	34.5	19.3	11.6	8.2	15.2
1949.....	324.0	258.1	181.2	33.0	3.8	40.2	22.2	13.6	8.9	17.9
1951.....	379.6	329.0	209.8	56.3	2.4	60.5	38.8	33.9	5.2	21.7
1952.....	393.3	347.0	219.8	49.9	1.3	76.0	52.9	46.4	6.7	23.2
1953.....	411.1	365.4	232.6	50.3	— .4	82.8	58.0	49.3	9.0	24.9
1954.....	403.2	363.1	238.0	48.9	1.0	75.3	47.5	41.2	6.7	27.7
1955.....	435.4	397.5	256.9	63.8	1.1	75.6	45.3	39.1	6.6	30.3
1956.....	446.1	419.2	269.4	68.2	2.8	78.8	45.7	40.3	5.7	33.1
1957.....	451.1	440.3	284.4	65.3	4.9	85.7	49.4	44.3	5.5	36.3
1958.....	437.7	437.7	290.6	54.4	1.4	91.2	51.7	44.4	7.6	39.6
Seasonally adjusted annual rates										
1957: First quarter.....	452.4	436.3	279.8	65.9	5.6	85.0	49.1	43.7	5.8	35.9
Second quarter.....	453.7	441.2	282.5	67.0	6.0	85.7	49.7	44.9	5.1	36.0
Third quarter.....	453.3	445.6	288.3	66.7	4.8	85.8	49.7	44.9	5.2	36.1
Fourth quarter.....	444.4	438.9	287.2	61.5	3.3	86.9	49.1	43.9	5.7	37.8
1958: First quarter.....	429.2	427.1	286.2	50.9	1.7	88.3	49.7	43.7	6.3	38.6
Second quarter.....	430.4	430.4	288.3	50.7	1.7	89.7	50.7	44.1	6.9	39.1
Third quarter.....	439.4	439.8	291.5	54.5	1.7	92.0	52.2	44.5	8.0	39.9
Fourth quarter.....	451.6	453.0	295.9	61.6	.4	95.2	54.2	45.3	9.2	41.0

¹ Less Government sales.

² These expenditures correspond closely with the "major national security" category in *The Budget of the United States Government for the Fiscal Year Ending June 30, 1960*, shown on p. 31 of *Economic Indicators*.

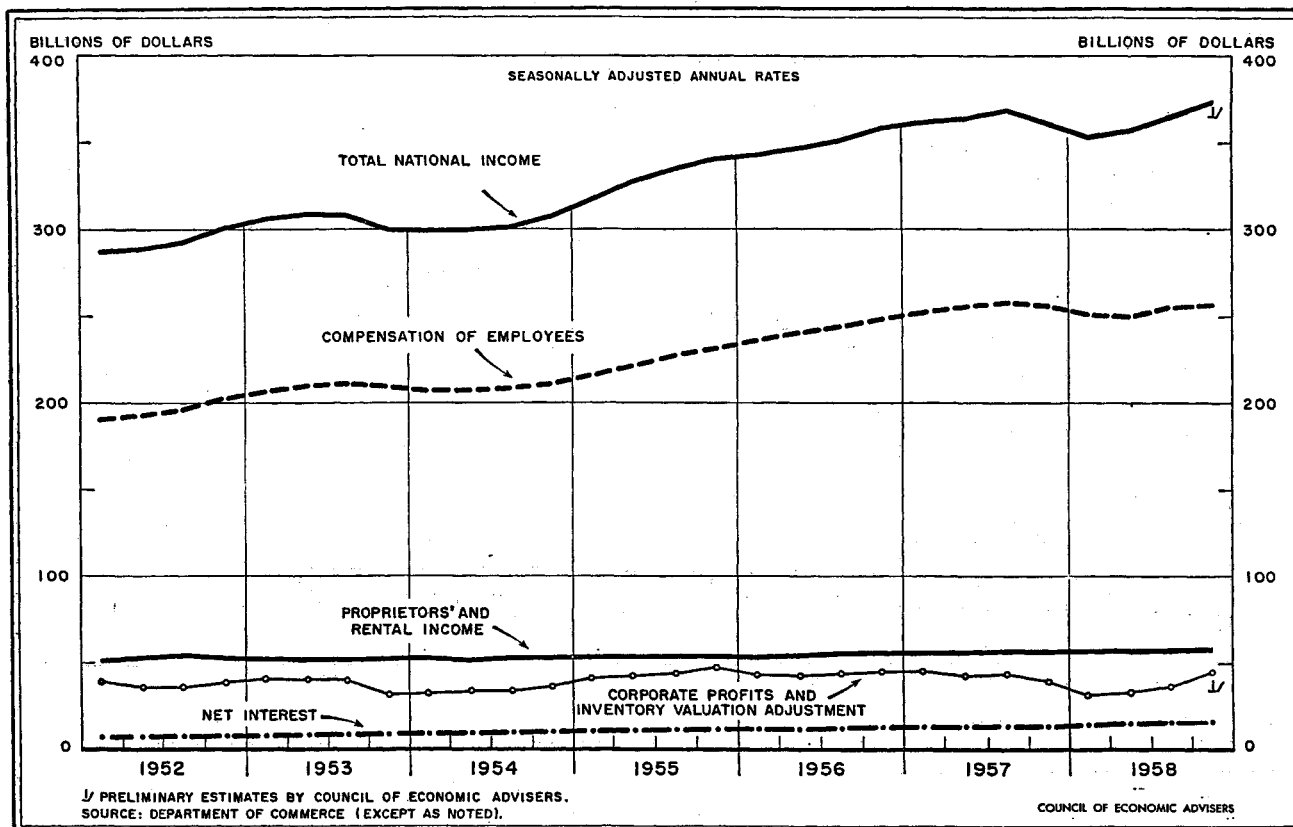
NOTE.—Revised farm inventory data for 1958 have been incorporated into GNP and related series.

Detail will not necessarily add to totals because of rounding.

Source: Department of Commerce and Council of Economic Advisers.

NATIONAL INCOME

National income rose \$8.2 billion (seasonally adjusted annual rate) between the third and fourth quarters of 1958. Increases in compensation of employees and corporate profits accounted for most of the rise. Income of farm proprietors declined.



[Billions of dollars]

Period	Total national income	Compensation of employees ¹	Proprietors' income		Rental income of persons	Net interest	Corporate profits and inventory valuation adjustment		
			Farm	Business and professional			Total	Profits before taxes	Inventory valuation adjustment
1948.....	223.5	141.0	17.8	22.4	7.3	4.2	30.8	33.0	-2.2
1949.....	217.7	140.8	12.9	22.7	8.3	4.8	28.2	26.4	1.9
1951.....	279.3	180.3	16.3	26.0	9.4	6.3	41.0	42.2	-1.2
1952.....	292.2	195.0	15.3	26.9	10.2	7.1	37.7	36.7	1.0
1953.....	305.6	208.8	13.3	27.4	10.5	8.2	37.3	38.3	-1.0
1954.....	301.8	207.6	12.7	27.8	10.9	9.1	33.7	34.1	-.3
1955.....	330.2	223.9	11.8	30.4	10.7	10.4	43.1	44.9	-1.7
1956.....	349.4	241.8	11.6	30.8	10.9	11.3	42.9	45.5	-2.6
1957.....	364.0	254.6	11.6	31.4	11.8	12.6	41.9	43.4	-1.5
1958.....	360.5	253.8	14.2	31.0	12.2	13.2	36.2	36.4	-.2
Seasonally adjusted annual rates									
1957: First quarter.....	361.5	251.6	11.5	31.1	11.4	12.1	43.7	46.1	-2.4
Second quarter.....	364.1	254.9	11.6	31.4	11.7	12.5	42.0	43.5	-1.5
Third quarter.....	368.7	257.3	11.8	31.7	12.0	12.8	43.1	44.2	-1.1
Fourth quarter.....	361.5	254.8	11.5	31.3	12.2	12.9	38.8	39.9	-1.1
1958: First quarter.....	351.7	250.9	13.7	30.6	12.1	13.0	31.3	31.7	-.3
Second quarter.....	353.9	250.7	14.9	30.7	12.1	13.1	32.5	32.0	.5
Third quarter.....	364.3	255.3	14.4	31.1	12.2	13.2	38.0	37.9	.2
Fourth quarter.....	² 372.5	258.4	13.7	31.8	12.3	13.3	² 43.0	² 44.0	² -1.0

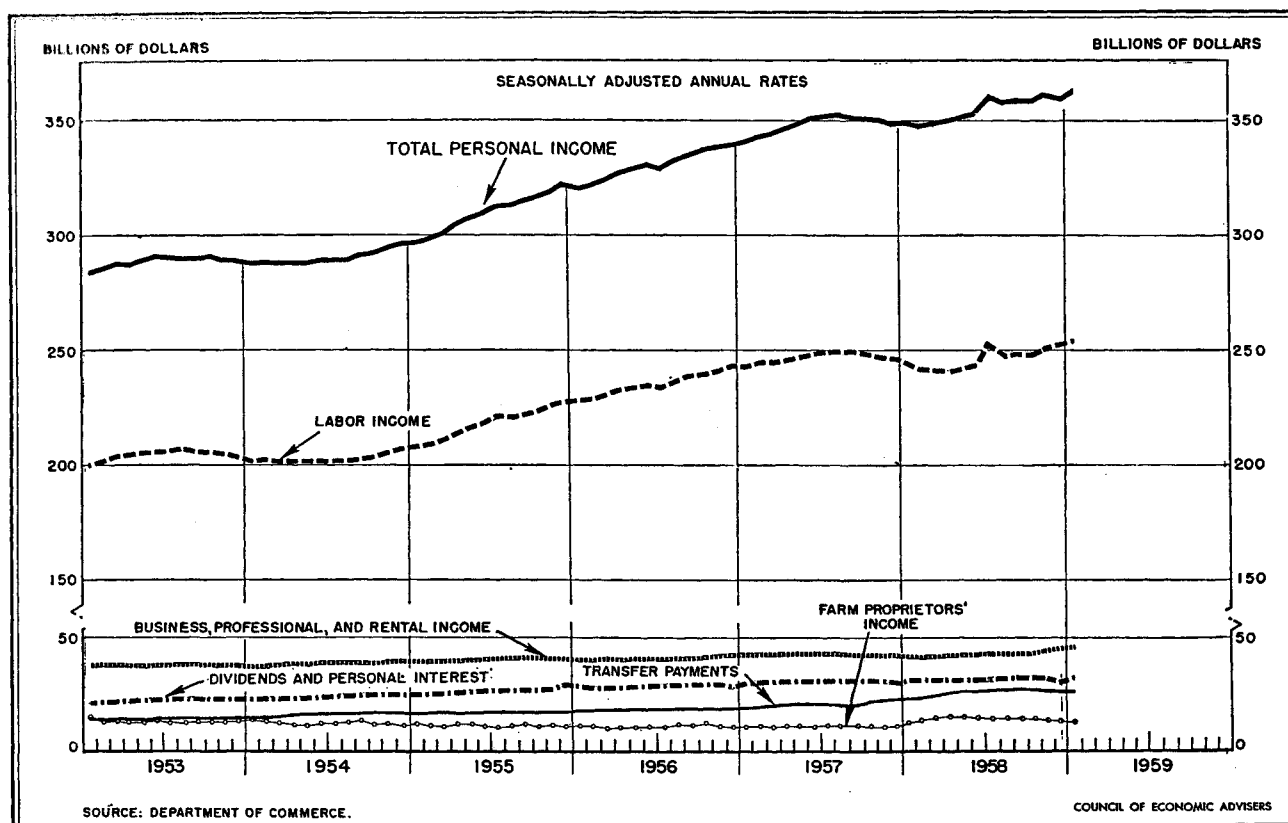
¹ Includes employer contributions for social insurance. (See also p. 4.)

² Preliminary estimates by Council of Economic Advisers.

NOTE.—Series revised beginning 1958. See note, p. 2.
Detail will not necessarily add to totals because of rounding.
Source: Department of Commerce (except as noted).

SOURCES OF PERSONAL INCOME

Personal income rose \$2.4 billion (seasonally adjusted annual rate) in January. A continued rise in wages and salaries and a return of dividend payments to the November level accounted for most of the rise.



[Billions of dollars]

Period	Total personal income	Labor income (wage and salary disbursements and other labor income) ¹	Proprietors' income		Rental income of persons	Dividends	Personal interest income	Transfer payments	Less: Personal contributions for social insurance	Nonagricultural personal income ²
			Farm	Business and professional						
1949-----	208.3	137.4	12.9	22.7	8.3	7.5	9.4	12.4	2.2	192.1
1951-----	256.7	175.5	16.3	26.0	9.4	9.0	11.2	12.6	3.4	237.0
1952-----	273.1	190.2	15.3	26.9	10.2	9.0	12.1	13.2	3.8	254.3
1953-----	288.3	204.1	13.3	27.4	10.5	9.2	13.4	14.3	3.9	271.5
1954-----	289.8	202.5	12.7	27.8	10.9	9.8	14.6	16.2	4.6	273.8
1955-----	310.2	218.0	11.8	30.4	10.7	11.2	15.8	17.5	5.2	295.0
1956-----	330.5	235.2	11.6	30.8	10.9	12.0	17.0	18.6	5.7	315.4
1957-----	347.9	247.1	11.6	31.4	11.8	12.4	18.8	21.5	6.6	332.7
1958-----	354.4	246.2	14.2	31.0	12.2	12.3	19.4	25.9	6.7	336.5
Seasonally adjusted annual rates										
1957: December--	348.4	246.5	11.8	31.2	12.2	10.8	19.2	23.3	6.6	333.0
1958: January--	348.8	244.2	12.6	30.9	12.2	12.5	19.3	23.9	6.7	332.5
February--	347.5	242.2	13.8	30.4	12.1	12.4	19.3	23.8	6.7	330.1
March-----	348.7	241.5	14.6	30.5	12.1	12.4	19.3	24.8	6.6	330.5
April-----	349.7	240.9	15.0	30.6	12.1	12.4	19.3	26.1	6.6	331.0
May-----	351.4	242.0	15.2	30.7	12.1	12.4	19.3	26.4	6.7	332.4
June-----	353.4	244.7	14.6	30.8	12.2	12.5	19.3	26.0	6.7	335.1
July----- ³	360.1	251.2	14.4	31.0	12.2	12.5	19.3	26.5	7.0	342.0
August-----	357.2	247.6	14.4	31.1	12.2	12.5	19.4	26.8	6.8	339.2
September--	358.7	248.6	14.3	31.3	12.3	12.5	19.5	27.0	6.8	340.9
October-----	358.2	248.2	14.1	31.6	12.3	12.4	19.5	26.9	6.8	340.3
November--	360.7	251.3	13.6	31.8	12.3	12.4	19.5	26.6	6.8	343.2
December--	359.9	252.6	13.5	32.0	12.4	10.6	19.6	26.0	6.8	342.4
1959: January ⁴ --	362.3	253.9	13.3	32.3	12.4	12.5	19.6	26.0	7.6	345.1

¹ Compensation of employees (see p. 3) excluding employer contributions for social insurance and the excess of wage accruals over disbursements.

² Personal income exclusive of net income of unincorporated farm enterprises, farm wages, agricultural net interest, and net dividends paid by agricultural corporations.

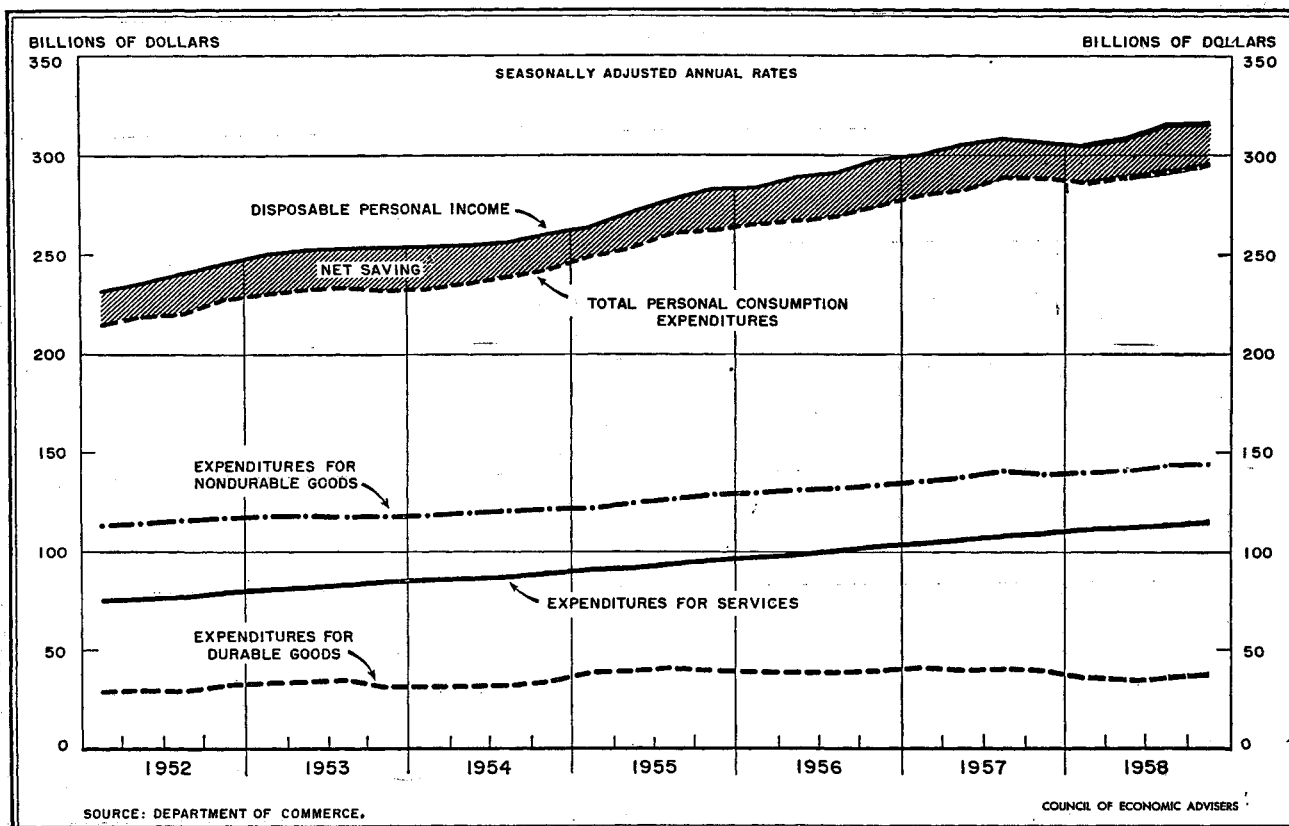
³ Includes lump-sum retroactive salary payments to Federal employees at an annual rate of \$4.6 billion (\$380 million multiplied by 12).

⁴ Preliminary estimates.

NOTE.—Series revised beginning 1958. See note, p. 2.
Detail will not necessarily add to totals because of rounding.
Source: Department of Commerce.

DISPOSITION OF PERSONAL INCOME

Disposable personal income rose slightly between the third and fourth quarters of 1958. Total consumer expenditures rose \$4.4 billion (seasonally adjusted annual rate).



Period	Personal income	Less: Personal taxes ¹	Equals: Dispos-able personal income	Less: Personal consumption expenditures				Equals: Personal saving	Saving as percent of dis-posable income
				Total	Durable goods	Non-durable goods	Services		
Billions of dollars									
1948.....	210. 4	21. 1	189. 3	178. 3	22. 7	98. 7	56. 9	11. 0	5. 8
1949.....	208. 3	18. 7	189. 7	181. 2	24. 6	96. 6	60. 0	8. 5	4. 5
1951.....	256. 7	29. 2	227. 5	209. 8	29. 5	110. 1	70. 2	17. 7	7. 8
1952.....	273. 1	34. 4	238. 7	219. 8	29. 1	115. 1	75. 6	18. 9	7. 9
1953.....	288. 3	35. 8	252. 5	232. 6	32. 9	118. 0	81. 8	19. 8	7. 9
1954.....	289. 8	32. 9	256. 9	238. 0	32. 4	119. 3	86. 3	18. 9	7. 3
1955.....	310. 2	35. 7	274. 4	256. 9	39. 6	124. 8	92. 5	17. 5	6. 4
1956.....	330. 5	40. 1	290. 5	269. 4	38. 4	131. 4	99. 6	21. 1	7. 2
1957.....	347. 9	42. 7	305. 1	284. 4	39. 9	138. 0	106. 5	20. 7	6. 8
1958.....	354. 4	42. 8	311. 6	290. 6	36. 8	141. 9	111. 9	21. 0	6. 7
Seasonally adjusted annual rates									
1957: First quarter.....	342. 3	42. 3	300. 0	279. 8	40. 2	135. 5	104. 1	20. 3	6. 8
Second quarter.....	348. 4	42. 7	305. 7	282. 5	39. 5	137. 1	105. 9	23. 2	7. 6
Third quarter.....	351. 8	43. 1	308. 7	288. 3	40. 4	140. 5	107. 4	20. 4	6. 6
Fourth quarter.....	349. 7	43. 0	306. 8	287. 2	39. 6	138. 8	108. 7	19. 6	6. 4
1958: First quarter.....	348. 3	42. 3	306. 1	286. 2	36. 3	139. 8	110. 1	19. 9	6. 5
Second quarter.....	351. 3	42. 3	309. 0	288. 3	35. 6	141. 4	111. 3	20. 7	6. 7
Third quarter.....	358. 6	43. 5	315. 1	291. 5	36. 1	142. 9	112. 5	23. 6	7. 5
Fourth quarter.....	359. 5	43. 7	315. 8	295. 9	38. 9	143. 3	113. 6	19. 9	6. 3

¹ Includes such items as fines, penalties, and donations.

NOTE.—Series revised beginning 1958. See note, p. 2.

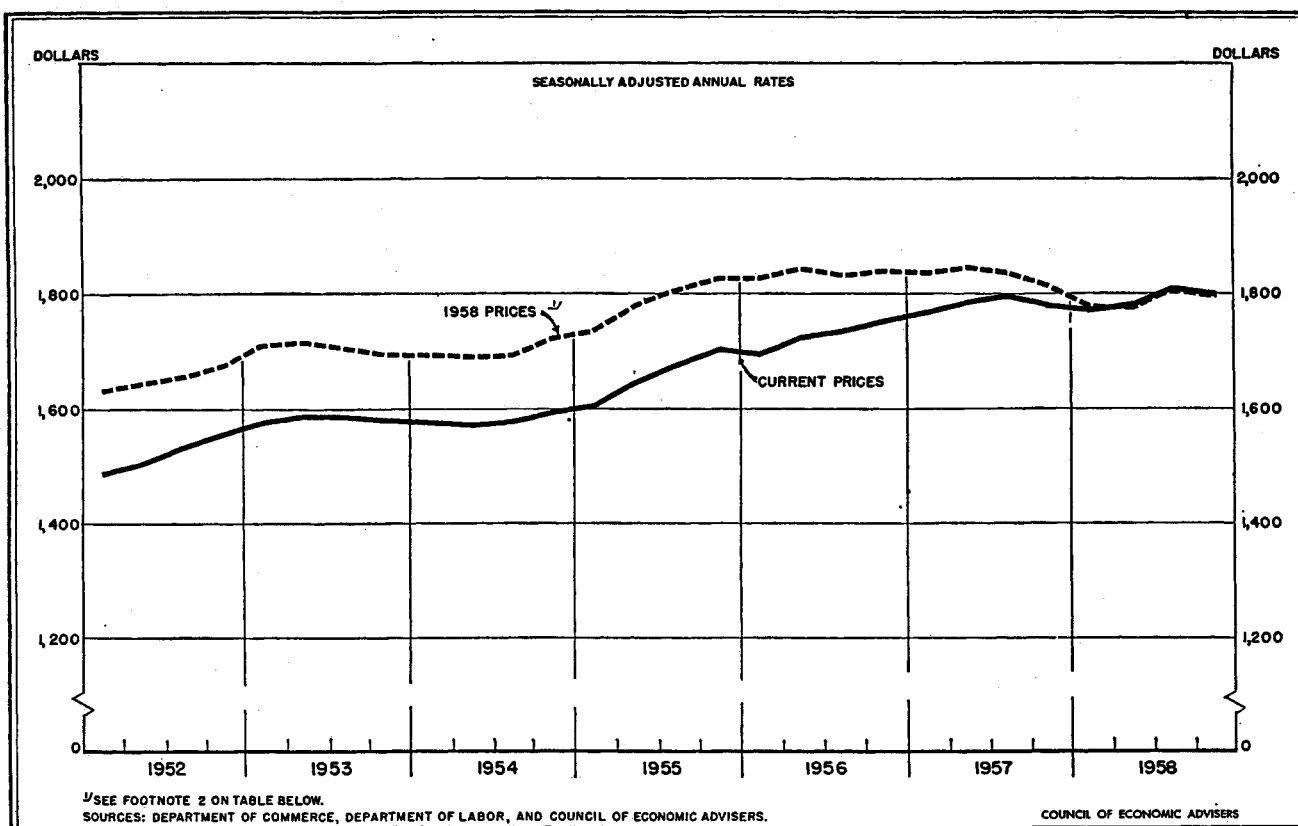
Detail will not necessarily add to totals because of rounding.

Source: Department of Commerce.

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PER CAPITA DISPOSABLE INCOME

Per capita disposable income, measured in both current and constant prices, fell slightly in the fourth quarter of 1958.



Period	Total disposable personal income (billions of dollars) ¹		Per capita disposable personal income (dollars) ¹		Population (thousands) ²
	Current prices	1958 prices ²	Current prices	1958 prices ²	
1948.....	189.3	227.5	1,291	1,552	146,631
1949.....	189.7	230.2	1,271	1,542	149,188
1951.....	227.5	253.0	1,474	1,640	154,360
1952.....	238.7	259.8	1,520	1,654	157,028
1953.....	252.5	272.7	1,582	1,708	159,636
1954.....	256.9	276.2	1,582	1,701	162,417
1955.....	274.4	296.1	1,661	1,792	165,270
1956.....	290.5	308.7	1,727	1,835	168,176
1957.....	305.1	313.6	1,782	1,831	171,196
1958.....	311.6	311.6	1,790	1,790	174,064
Seasonally adjusted annual rates					
1957: First quarter.....	300.0	312.5	1,763	1,836	170,151
Second quarter.....	305.7	315.5	1,789	1,846	170,839
Third quarter.....	308.7	315.0	1,799	1,836	171,612
Fourth quarter.....	306.8	312.1	1,780	1,811	172,393
1958: First quarter.....	306.1	307.9	1,769	1,780	173,054
Second quarter.....	309.0	308.7	1,779	1,777	173,705
Third quarter.....	315.1	314.5	1,806	1,802	174,460
Fourth quarter.....	315.8	315.2	1,802	1,798	175,253

¹ Income less taxes.

² Dollar estimates in current prices divided by consumer price index on a 1958 base.

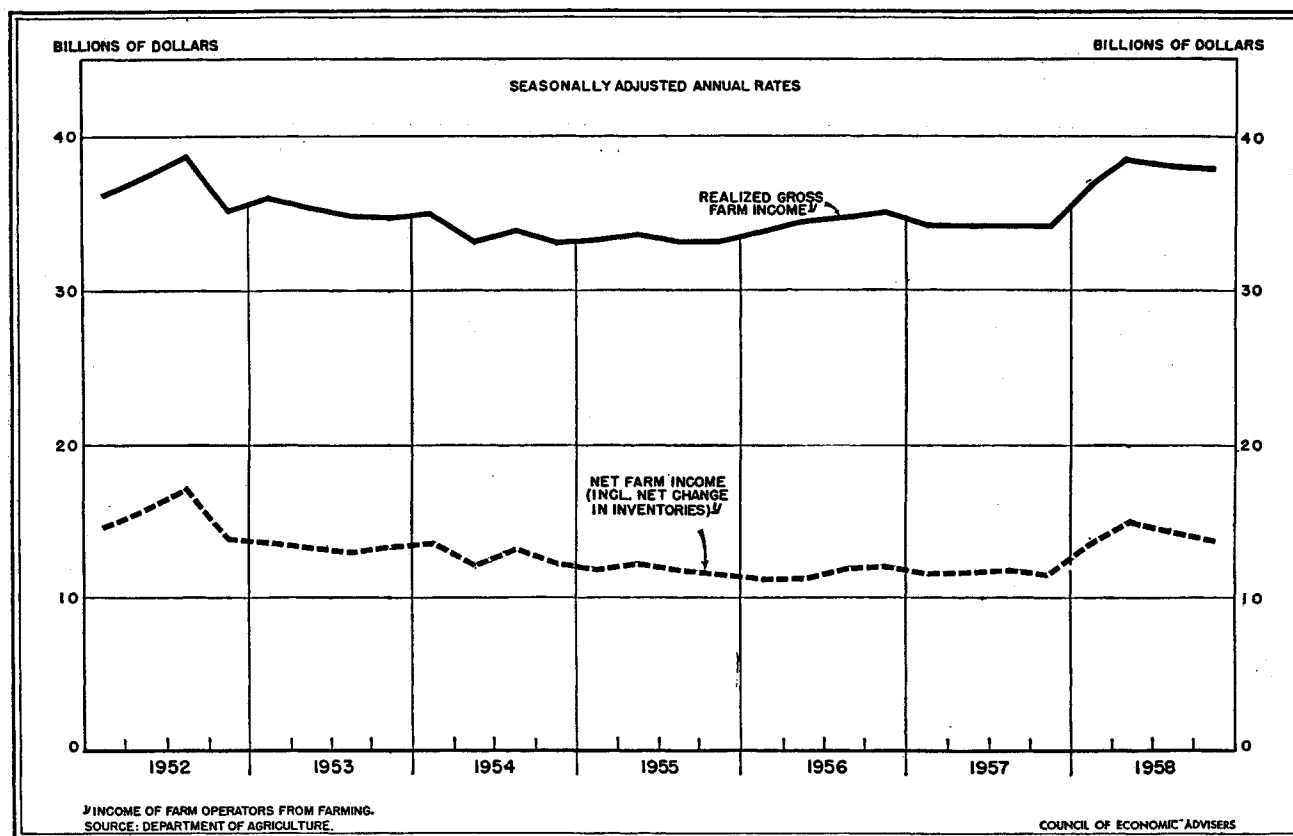
³ Includes armed forces overseas. Annual data as of July 1; quarterly data centered in the middle of the period, interpolated from monthly figures.

NOTE.—Series revised beginning 1958. See note, p. 2.

Sources: Department of Commerce, Department of Labor, and Council of Economic Advisers.

FARM INCOME

Farm operators' net income (seasonally adjusted) was lower in the fourth quarter of 1958 than in the third quarter, but was well above a year earlier.



Period	Farm operators' income						Number of farms (millions) ⁴
	Realized gross farm income ¹	Farm production expenses	Net income ²		Net income per farm including net change in inventories		
			Excluding net change in inventories	Including net change in inventories	Current prices	1958 prices ³	
Billions of dollars					Dollars		
1948.....	34.9	18.9	16.1	17.8	3,065	3,523	5.8
1949.....	31.8	18.0	13.8	12.9	2,259	2,658	5.7
1951.....	37.3	22.2	15.2	16.3	2,951	3,173	5.5
1952.....	37.0	22.6	14.4	15.3	2,829	3,010	5.4
1953.....	35.3	21.4	13.9	13.3	2,502	2,662	5.3
1954.....	33.9	21.7	12.2	12.7	2,440	2,596	5.2
1955.....	33.3	21.9	11.5	11.8	2,313	2,461	5.1
1956.....	34.6	22.5	12.1	11.6	2,341	2,464	5.0
1957.....	34.3	23.5	10.8	11.6	2,388	2,437	4.9
1958.....	38.0	24.9	13.1	14.2	2,985	2,985	4.7
Seasonally adjusted annual rates							
1957: First quarter.....	34.4	23.4	11.0	11.5	2,370	2,440	4.9
Second quarter.....	34.3	23.6	10.7	11.6	2,390	2,440	4.9
Third quarter.....	34.3	23.4	10.9	11.8	2,430	2,450	4.9
Fourth quarter.....	34.3	23.6	10.7	11.5	2,370	2,390	4.9
1958: First quarter.....	37.2	24.6	12.6	13.7	2,880	2,880	4.7
Second quarter.....	38.5	24.9	13.6	14.9	3,140	3,140	4.7
Third quarter.....	38.1	24.9	13.2	14.4	3,030	3,030	4.7
Fourth quarter.....	38.0	25.2	12.8	13.7	2,880	2,880	4.7

¹ Cash receipts from farm marketings, value of farm products consumed in farm households, gross rental value of farm dwellings, and Government payments to farmers.

² Realized gross farm income less farm production expenses. Excludes farm wages paid to workers living on farms and any income to farm people from non-farm sources, which in 1958 amounted to \$1.9 billion and \$6.2 billion, respectively.

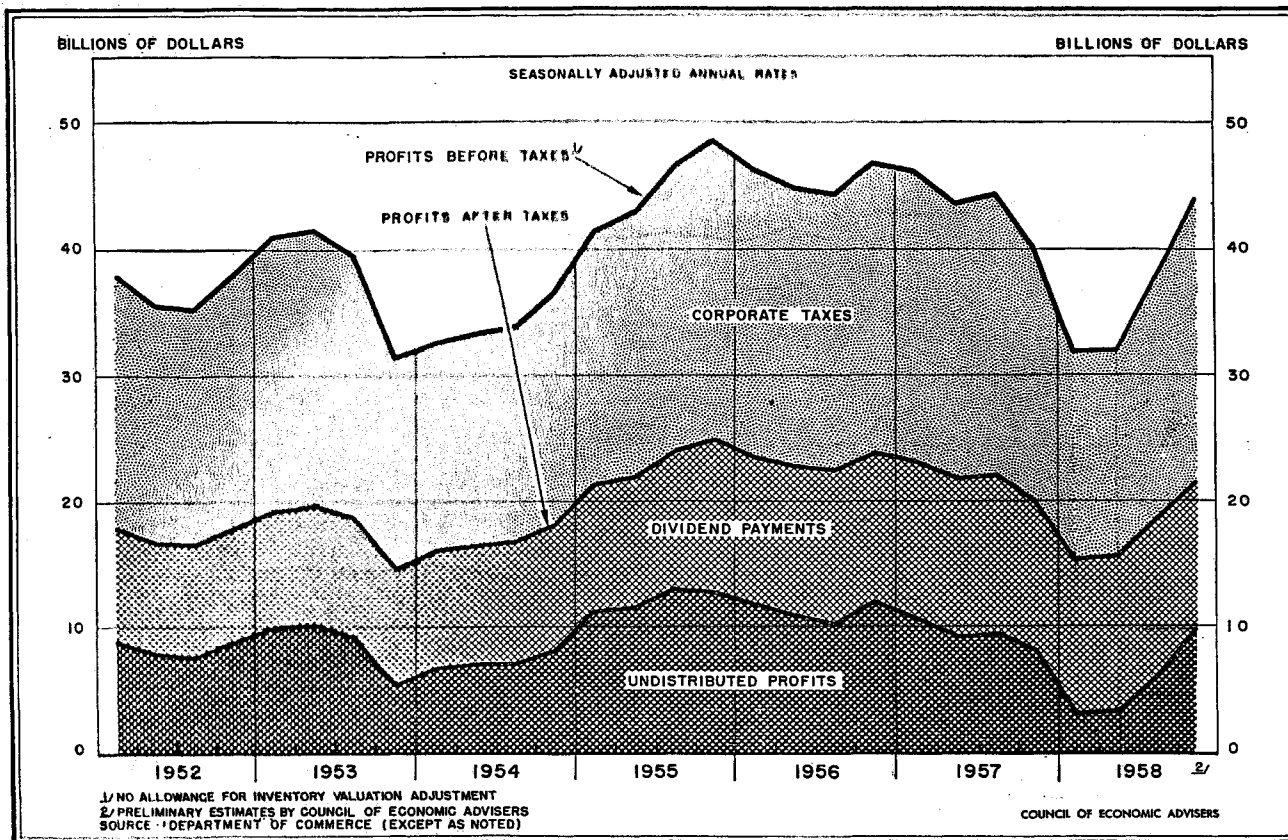
³ Dollar estimates in current prices divided by the index of prices paid by farmers for items used in family living on a 1958 base.

⁴ The number of farms is held constant within a given year.

NOTE.—Series revised beginning 1958. See note, p. 2.
Source: Department of Agriculture.

CORPORATE PROFITS

Corporate profits before taxes in the fourth quarter of 1958 are provisionally estimated at \$44.0 billion (seasonally adjusted annual rate).



[Billions of dollars]

Period	Corporate profits before taxes	Corporate tax liability	Corporate profits after taxes		
			Total	Dividend payments	Undistributed profits
1948.....	33.0	12.5	20.5	7.2	13.3
1949.....	26.4	10.4	16.0	7.5	8.5
1951.....	42.2	22.4	19.7	9.0	10.7
1952.....	36.7	19.5	17.2	9.0	8.3
1953.....	38.3	20.2	18.1	9.2	8.9
1954.....	34.1	17.2	16.8	9.8	7.0
1955.....	44.9	21.8	23.0	11.2	11.8
1956.....	45.5	22.4	23.1	12.0	11.0
1957.....	43.4	21.6	21.8	12.4	9.4
1958.....	36.4	18.6	17.9	12.3	5.6
Seasonally adjusted annual rates					
1957: First quarter.....	46.1	23.0	23.1	12.5	10.6
Second quarter.....	43.5	21.7	21.8	12.6	9.2
Third quarter.....	44.2	22.0	22.1	12.7	9.4
Fourth quarter.....	39.9	19.9	20.0	12.0	8.0
1958: First quarter.....	31.7	16.1	15.5	12.5	3.0
Second quarter.....	32.0	16.3	15.7	12.4	3.3
Third quarter.....	37.9	19.3	18.6	12.5	6.1
Fourth quarter.....	¹ 44.0	¹ 22.4	¹ 21.6	11.8	¹ 9.8

¹ Preliminary estimates by Council of Economic Advisers.

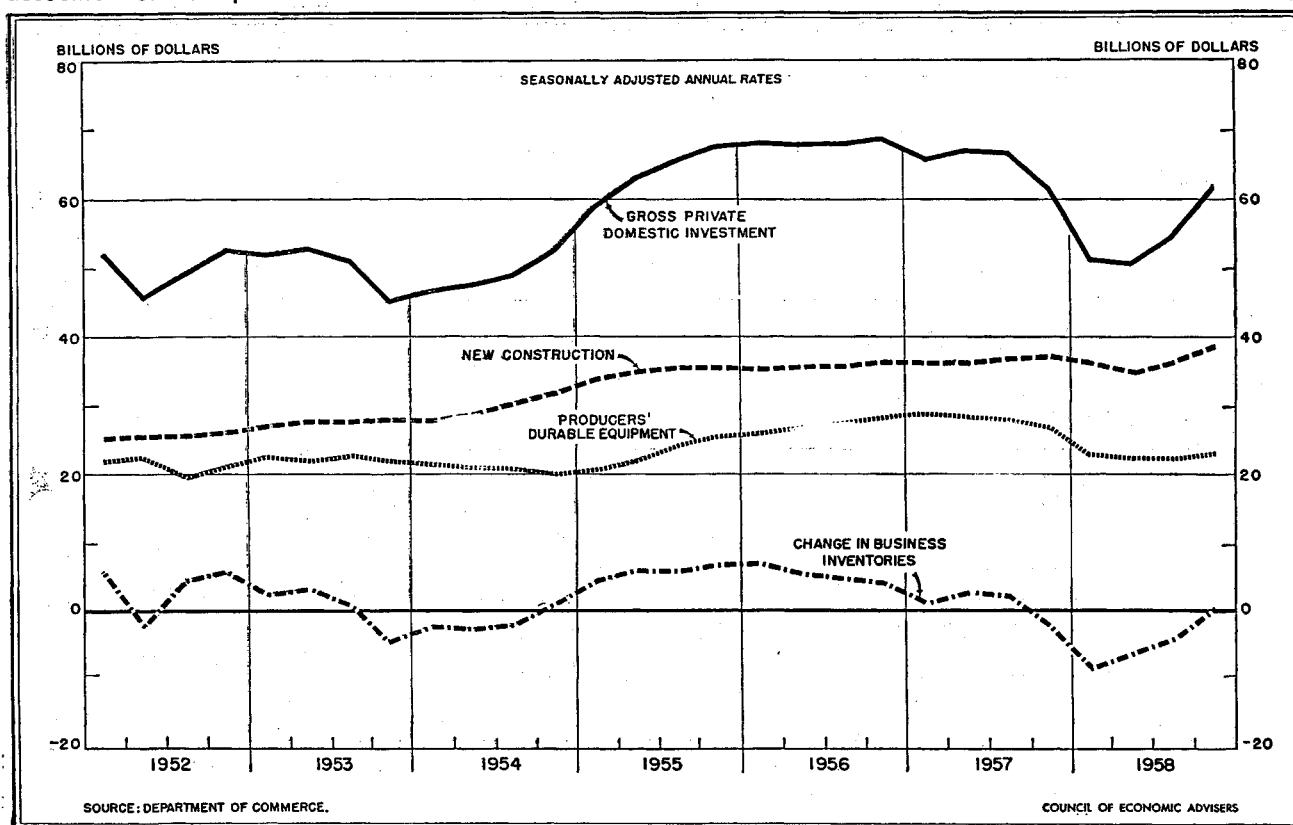
Detail will not necessarily add to totals because of rounding.

NOTE.—See p. 3 for profits before taxes and after inventory valuation adjustment.

Source: Department of Commerce (except as noted).

GROSS PRIVATE DOMESTIC INVESTMENT

Gross private domestic investment rose \$7.1 billion (seasonally adjusted annual rate) between the third and fourth quarters of 1958. Higher outlays for residential construction, and a decline in the rate of inventory liquidation accounted for the improvement.



[Billions of dollars]

Period	Total gross private domestic investment	Fixed investment					Change in business inventories	
		Total	New construction ¹			Producers' durable equipment	Total	Nonfarm
			Total	Residential nonfarm	Other			
1948	43.1	38.4	19.5	10.1	9.3	18.9	4.7	3.0
1949	33.0	36.0	18.8	9.6	9.2	17.2	-3.1	-2.2
1951	56.3	46.1	24.8	12.5	12.3	21.3	10.2	9.1
1952	49.9	46.8	25.5	12.8	12.7	21.3	3.1	2.1
1953	50.3	49.9	27.6	13.8	13.8	22.3	.4	1.1
1954	48.9	50.5	29.7	15.4	14.3	20.8	-1.6	-2.1
1955	63.8	58.1	34.9	18.7	16.2	23.1	5.8	5.5
1956	68.2	62.7	35.7	17.7	18.1	27.0	5.4	5.9
1957	65.3	64.3	36.5	17.0	19.5	27.9	1.0	.2
1958	54.4	59.1	36.5	17.8	18.7	22.6	-4.7	-5.8
Seasonally adjusted annual rates								
1957: First quarter	65.9	64.8	36.1	17.2	18.9	28.7	1.1	.6
Second quarter	67.0	64.2	36.1	16.5	19.6	28.1	2.9	2.0
Third quarter	66.7	64.6	36.6	16.9	19.7	28.0	2.2	1.3
Fourth quarter	61.5	63.8	37.1	17.6	19.6	26.7	-2.3	-3.1
1958: First quarter	50.9	59.2	36.3	17.1	19.2	22.9	-8.2	-9.3
Second quarter	50.7	57.2	34.9	16.2	18.7	22.3	-6.5	-7.8
Third quarter	54.5	58.6	36.3	17.9	18.4	22.3	-4.2	-5.4
Fourth quarter	61.6	61.6	38.6	20.1	18.5	23.0	.0	-1.9

¹ "Other" construction in this series includes petroleum and natural gas well drilling, which are excluded from estimates on p. 19.

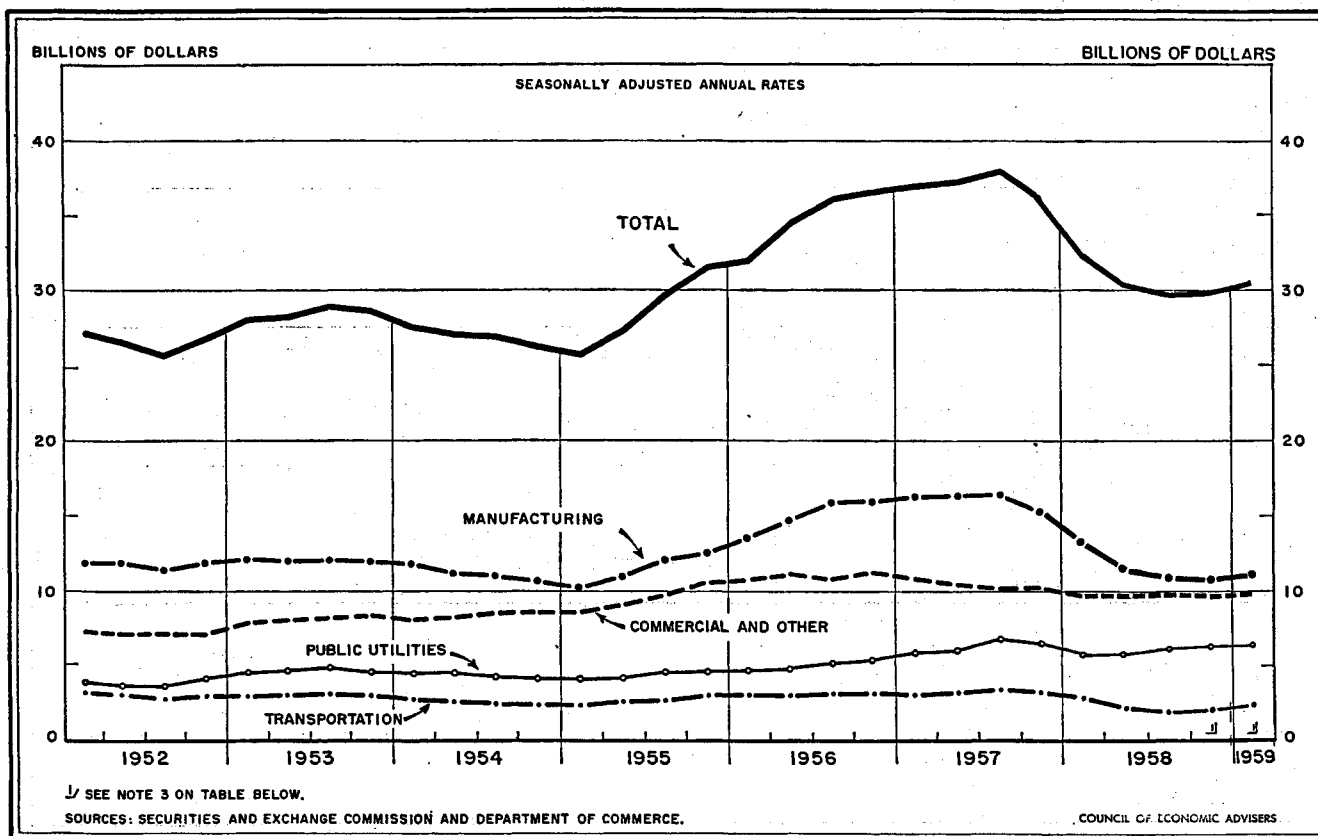
NOTE.—Series revised beginning 1958. See note, p. 2.

Detail will not necessarily add to total because of rounding.

Source: Department of Commerce.

EXPENDITURES FOR NEW PLANT AND EQUIPMENT

The October-December survey of business expenditures on plant and equipment indicated that anticipated capital outlays in the fourth quarter would be \$29.9 billion (seasonally adjusted annual rate), slightly higher than expenditures in the third quarter. A further moderate rise to \$30.5 billion in the first quarter of 1959 was indicated.



[Billions of dollars]

Period	Total ¹	Manufacturing			Mining	Transportation		Public utilities	Commercial and other ²
		Total	Durable goods	Nondurable goods		Railroads	Other		
1948	22.06	9.13	3.48	5.65	0.88	1.32	1.28	2.54	6.90
1949	19.28	7.15	2.59	4.56	.79	1.35	.89	3.12	5.98
1950	20.60	7.49	3.14	4.36	.71	1.11	1.21	3.31	6.78
1951	25.64	10.85	5.17	5.68	.93	1.47	1.49	3.66	7.24
1952	26.49	11.63	5.61	6.02	.98	1.40	1.50	3.89	7.09
1953	28.32	11.91	5.65	6.26	.99	1.31	1.56	4.55	8.00
1954	26.83	11.04	5.09	5.95	.98	.85	1.51	4.22	8.23
1955	28.70	11.44	5.44	6.00	.96	.92	1.60	4.31	9.47
1956	35.08	14.95	7.62	7.33	1.24	1.23	1.71	4.90	11.05
1957	36.96	15.96	8.02	7.94	1.24	1.40	1.77	6.20	10.40
1958 ³	30.53	11.50	5.54	5.96	.92	.76	1.50	6.10	9.74
Seasonally adjusted annual rates									
1957: Third quarter	37.75	16.37	8.23	8.14	1.24	1.54	1.81	6.64	10.15
Fourth quarter	36.23	15.27	7.57	7.70	1.15	1.26	1.91	6.43	10.21
1958: First quarter	32.41	13.20	6.58	6.62	1.00	1.02	1.69	5.87	9.63
Second quarter	30.32	11.53	5.57	5.96	.92	.77	1.40	5.97	9.73
Third quarter	29.61	10.86	5.16	5.70	.88	.63	1.29	6.10	9.85
Fourth quarter ³	29.93	10.79	5.11	5.68	.91	.59	1.64	6.32	9.68
1959: First quarter ³	30.51	11.06	5.35	5.71	.84	.54	1.72	6.41	9.94

¹ Excludes agriculture.

² Commercial and other includes trade, service, finance, communications, and construction.

³ Estimates based on anticipated capital expenditures as reported by business between late October and early December 1958.

NOTE: Annual total is the sum of unadjusted expenditures; it does not necessarily coincide with the average of seasonally adjusted figures, which include

adjustments, when necessary, for systematic tendencies in anticipatory data. 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.

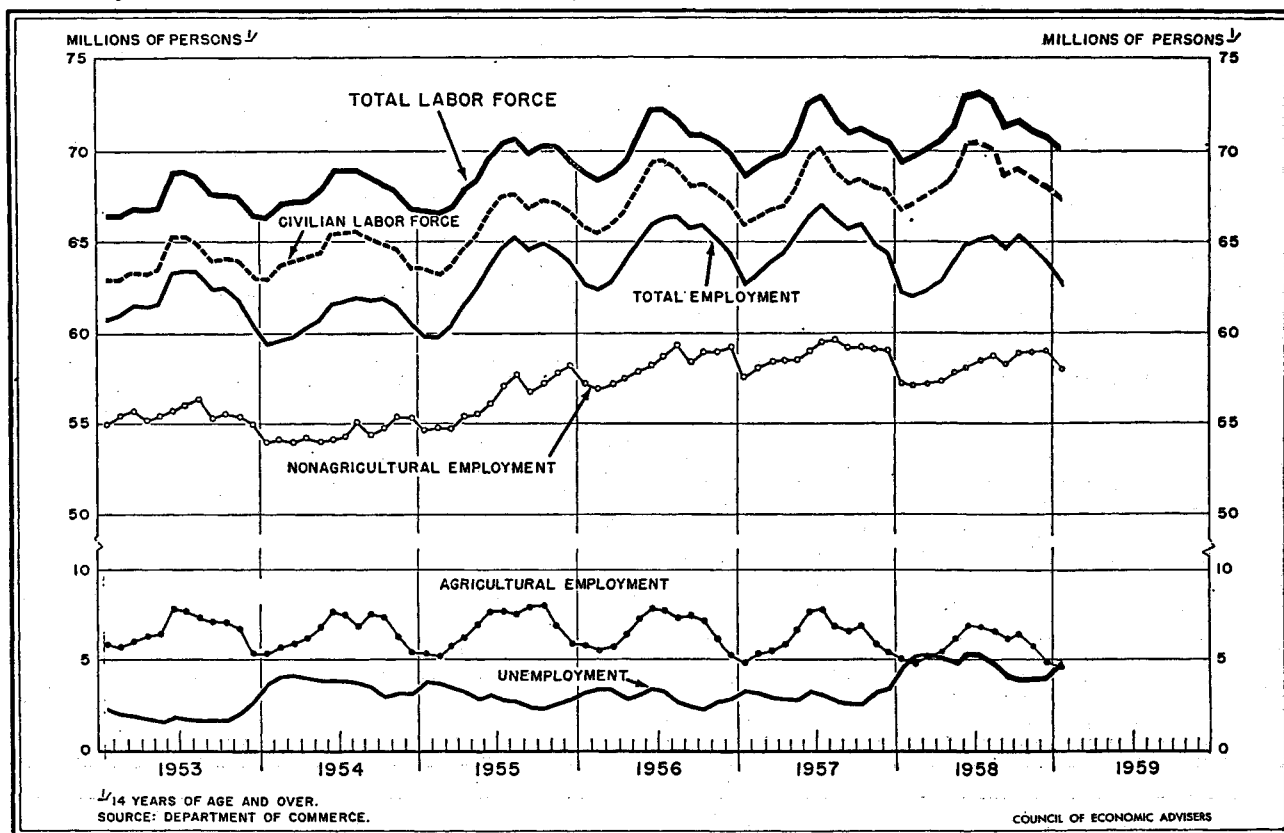
Detail will not necessarily add to totals because of rounding.

Sources: Securities and Exchange Commission and Department of Commerce.

EMPLOYMENT, UNEMPLOYMENT, AND WAGES

STATUS OF THE LABOR FORCE

Total employment declined by 1.3 million from December to January and unemployment increased by 600,000. Both changes were less than is usual at this time of year.



Period	Total labor force (including armed forces) ¹	Civilian labor force ¹	Civilian employment ¹			Unemployment ¹		Insured unemployment ²		
			Total	Agricultural	Nonagricultural	Number	% of civilian labor force		All programs (thousands of persons)	State programs as % of covered employment
							Unad-justed	Seas. adj.		
Thousands of persons 14 years of age and over										
<i>New definitions: ¹</i>										
1952-----	66,560	62,966	61,035	6,792	54,243	1,932	3.1	-----	1,064	2.9
1953-----	67,362	63,815	61,945	6,555	55,390	1,870	2.9	-----	1,058	2.8
1954-----	67,818	64,468	60,890	6,495	54,395	3,578	5.6	-----	2,039	5.2
1955-----	68,896	65,848	62,944	6,718	56,225	2,904	4.4	-----	1,388	3.4
1956-----	70,387	67,530	64,708	6,572	58,135	2,822	4.2	-----	1,312	3.1
1957-----	70,744	67,946	65,011	6,222	58,789	2,936	4.3	-----	1,560	3.5
1958-----	71,284	68,647	63,966	5,844	58,122	4,681	6.8	-----	2,758	6.1
1957: December-----	70,458	67,770	64,396	5,385	59,012	3,374	5.0	5.0	2,256	5.1
1958: January-----	69,379	66,732	62,238	4,998	57,240	4,494	6.7	5.8	3,065	6.9
February-----	69,804	67,160	61,988	4,830	57,158	5,173	7.7	6.7	3,375	7.6
March-----	70,158	67,510	62,311	5,072	57,239	5,198	7.7	7.0	3,505	7.9
April-----	70,681	68,027	62,907	5,558	57,349	5,120	7.5	7.5	3,527	7.9
May-----	71,603	68,965	64,061	6,272	57,789	4,904	7.1	7.2	3,186	7.1
June-----	73,049	70,418	64,981	6,900	58,081	5,437	7.7	6.8	2,847	6.3
July-----	73,104	70,473	65,179	6,718	58,461	5,294	7.5	7.3	2,717	6.0
August-----	72,703	70,067	65,367	6,621	58,746	4,699	6.7	7.6	2,374	5.2
September-----	71,375	68,740	64,629	6,191	58,438	4,111	6.0	7.2	2,062	4.5
October-----	71,743	69,111	65,306	6,404	58,902	3,805	5.5	7.1	1,862	4.1
November-----	71,112	68,485	64,653	5,695	58,958	3,833	5.6	5.9	1,957	4.3
December-----	70,701	68,081	63,973	4,871	59,102	4,108	6.0	6.1	2,307	5.1
1959: January-----	70,027	67,430	62,706	4,693	58,013	4,724	7.0	6.0	2,732	6.0

¹ See *Monthly Reports on the Labor Force*, Department of Commerce, for definitions, methods of estimation, periods to which data pertain, etc.

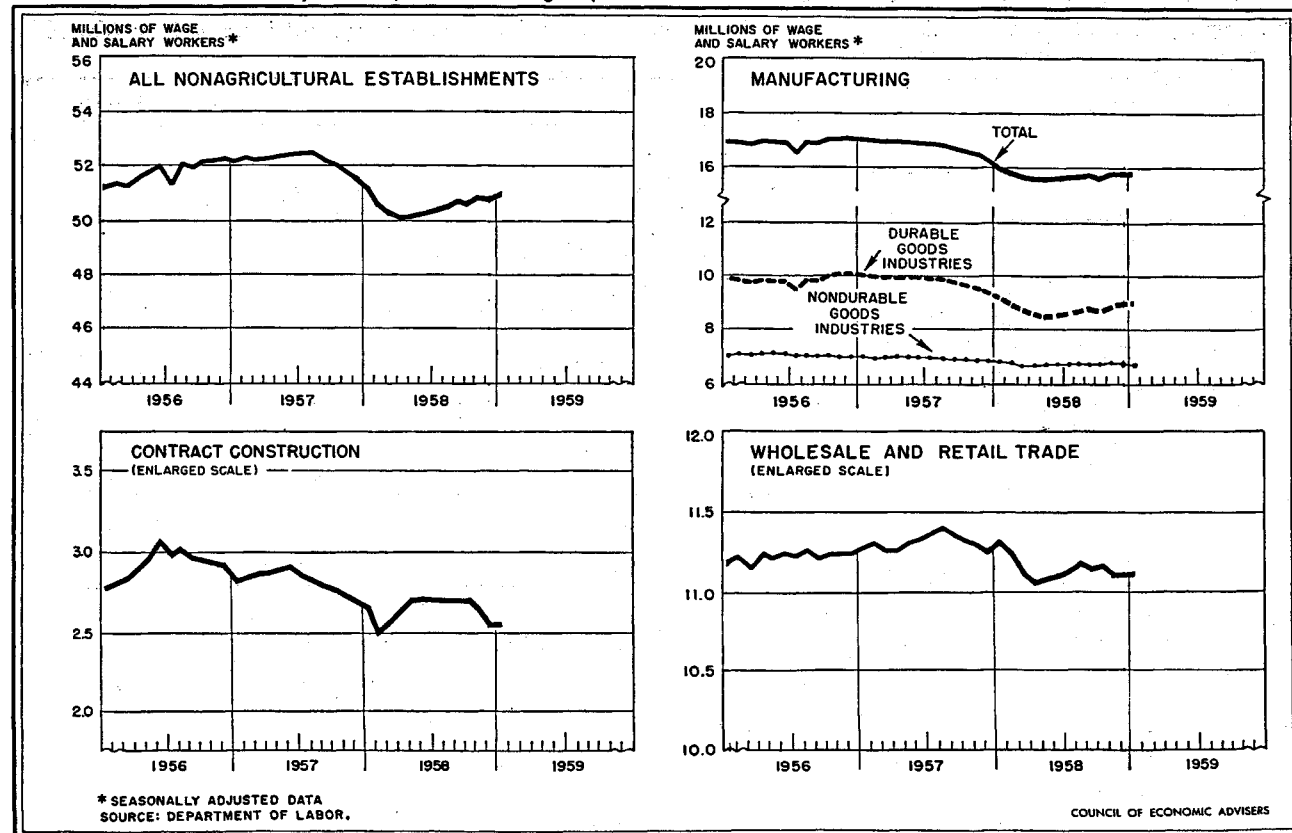
² Weekly averages.

³ Preliminary estimate.

Sources: Department of Commerce, Department of Labor, and Council of Economic Advisers.

NONAGRICULTURAL EMPLOYMENT

Employment in nonagricultural establishments rose by 170,000 (seasonally adjusted) in January. Moderate job increases occurred in nearly all major industrial groups.



[Thousands of wage and salary workers ¹]

Period	Total, unad-justed	Total	Manufacturing			Mining	Contract construction	Wholesale and retail trade	Government (Federal, State, local)	Other
			Total	Durable goods	Nondurable goods					
1952-----	48,303	48,303	16,334	9,340	6,994	885	2,634	10,281	6,609	11,563
1953-----	49,681	49,681	17,238	10,105	7,133	852	2,622	10,527	6,645	11,797
1954-----	48,431	48,431	15,995	9,122	6,873	777	2,593	10,520	6,751	11,795
1955-----	50,056	50,056	16,563	9,549	7,014	777	2,759	10,846	6,914	12,197
1956-----	51,766	51,766	16,903	9,835	7,068	807	2,929	11,221	7,277	12,629
1957-----	52,162	52,162	16,782	9,821	6,961	809	2,808	11,302	7,626	12,835
1958 ² -----	50,536	50,536	15,464	8,742	6,722	720	2,648	11,136	7,893	12,675
Adjusted for seasonal variation										
1957: December--	52,610	51,516	16,252	9,393	6,859	784	2,679	11,237	7,747	12,817
1958: January---	50,477	51,223	15,965	9,155	6,810	766	2,652	11,305	7,754	12,781
February-----	49,777	50,575	15,648	8,895	6,753	747	2,455	11,235	7,766	12,724
March-----	49,690	50,219	15,389	8,717	6,672	733	2,573	11,116	7,788	12,620
April-----	49,726	50,054	15,243	8,566	6,677	723	2,624	11,050	7,816	12,598
May-----	49,949	50,147	15,202	8,498	6,704	718	2,698	11,087	7,835	12,607
June-----	50,413	50,315	15,275	8,556	6,719	713	2,698	11,105	7,877	12,647
July-----	50,178	50,411	15,312	8,596	6,716	709	2,693	11,121	7,903	12,673
August-----	50,576	50,570	15,330	8,605	6,725	701	2,711	11,175	7,989	12,664
September-----	51,237	50,780	15,529	8,801	6,728	707	2,698	11,151	8,005	12,690
October-----	51,136	50,582	15,358	8,625	6,733	708	2,698	11,154	7,986	12,678
November-----	51,432	50,877	15,693	8,937	6,756	708	2,690	11,119	7,980	12,687
December ² -----	51,909	50,818	15,708	8,960	6,748	709	2,542	11,122	8,053	12,684
1959: January ² -----	50,266	50,992	15,714	8,978	6,736	704	2,590	11,201	8,072	12,711

¹ Includes all full- and part-time wage and salary workers in nonagricultural establishments who worked during or received pay for any part of 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 1958 data not comparable with estimates of nonagricultural employment of the 1950s based on reports by the Department of Commerce (p. 11) which in-

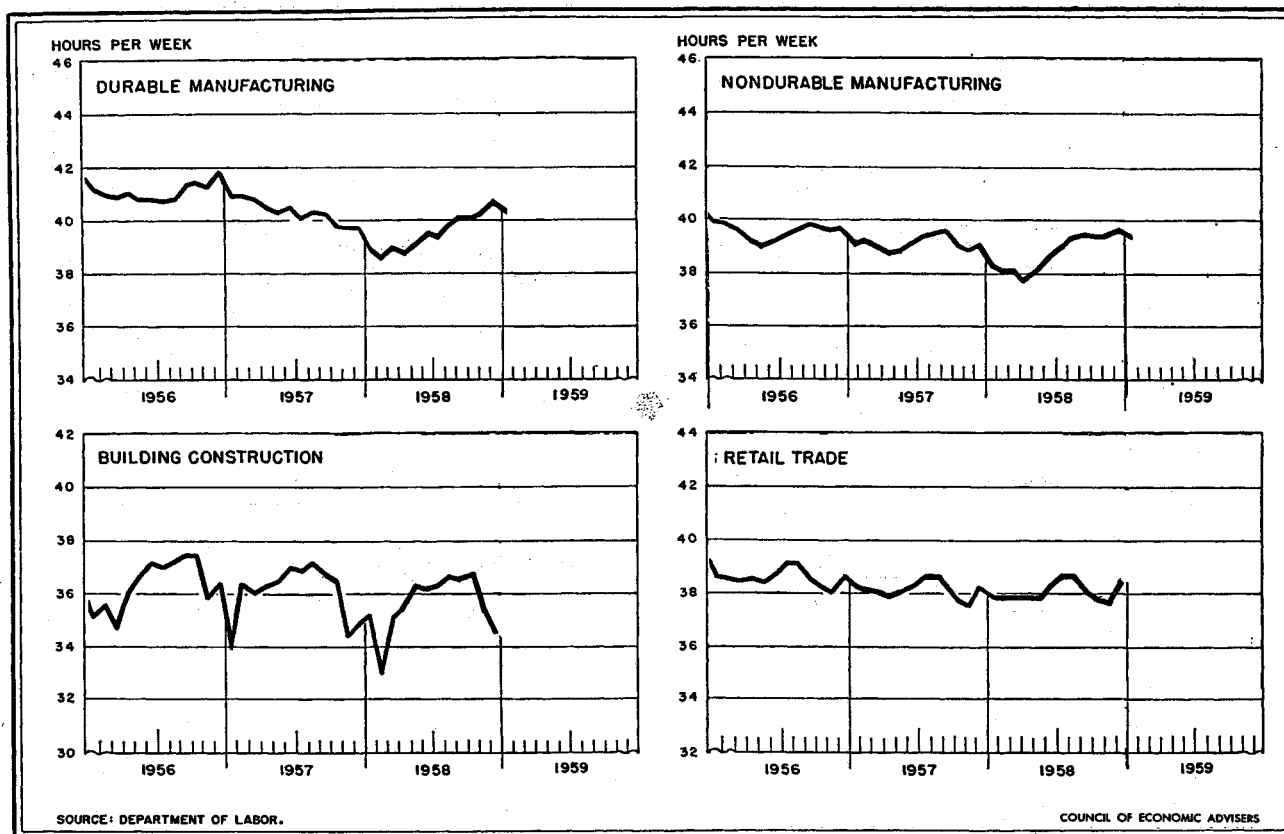
clude proprietors, self-employed persons, and domestic servants' which count persons as employed when they are not at work because of industrial disputes; and which are based on an enumeration of population, whereas the estimates in this table are based on reports from employing establishments.

² Preliminary estimates.

Source: Department of Labor.

AVERAGE WEEKLY HOURS - SELECTED INDUSTRIES

The average workweek of production workers in manufacturing industries declined from 40.3 hours in December to 39.9 hours in January. This was a smaller decline than is expected for seasonal reasons.



[Hours per week, for production workers or nonsupervisory employees]

Period	Manufacturing			Building construction	Retail trade
	Total	Durable goods	Nondurable goods		
1948.....	40.1	40.5	39.6	37.3	40.3
1949.....	39.2	39.5	38.8	36.7	40.4
1951.....	40.7	41.6	39.5	37.2	40.2
1952.....	40.7	41.5	39.6	38.1	39.9
1953.....	40.5	41.3	39.5	37.0	39.2
1954.....	39.7	40.2	39.0	36.2	39.1
1955.....	40.7	41.4	39.8	36.2	39.0
1956.....	40.4	41.1	39.5	36.4	38.6
1957.....	39.8	40.3	39.1	36.1	38.1
1958 ¹	39.3	39.6	38.8	35.7	38.0
1957: December.....	39.4	39.7	39.0	34.9	38.3
1958: January.....	38.7	38.9	38.3	35.2	37.8
February.....	38.4	38.6	38.1	33.0	37.8
March.....	38.6	39.0	38.1	35.2	37.8
April.....	38.3	38.8	37.7	35.5	37.8
May.....	38.7	39.1	38.1	36.3	37.8
June.....	39.2	39.6	38.7	36.2	38.2
July.....	39.2	39.4	39.0	36.3	38.7
August.....	39.6	39.8	39.4	36.7	38.7
September.....	39.9	40.2	39.5	36.5	38.0
October.....	39.8	40.1	39.4	36.8	37.9
November.....	39.9	40.3	39.4	35.4	37.7
December ¹	40.3	40.8	39.6	34.5	38.5
1959: January ¹	39.9	40.3	39.4	(?)	(?)

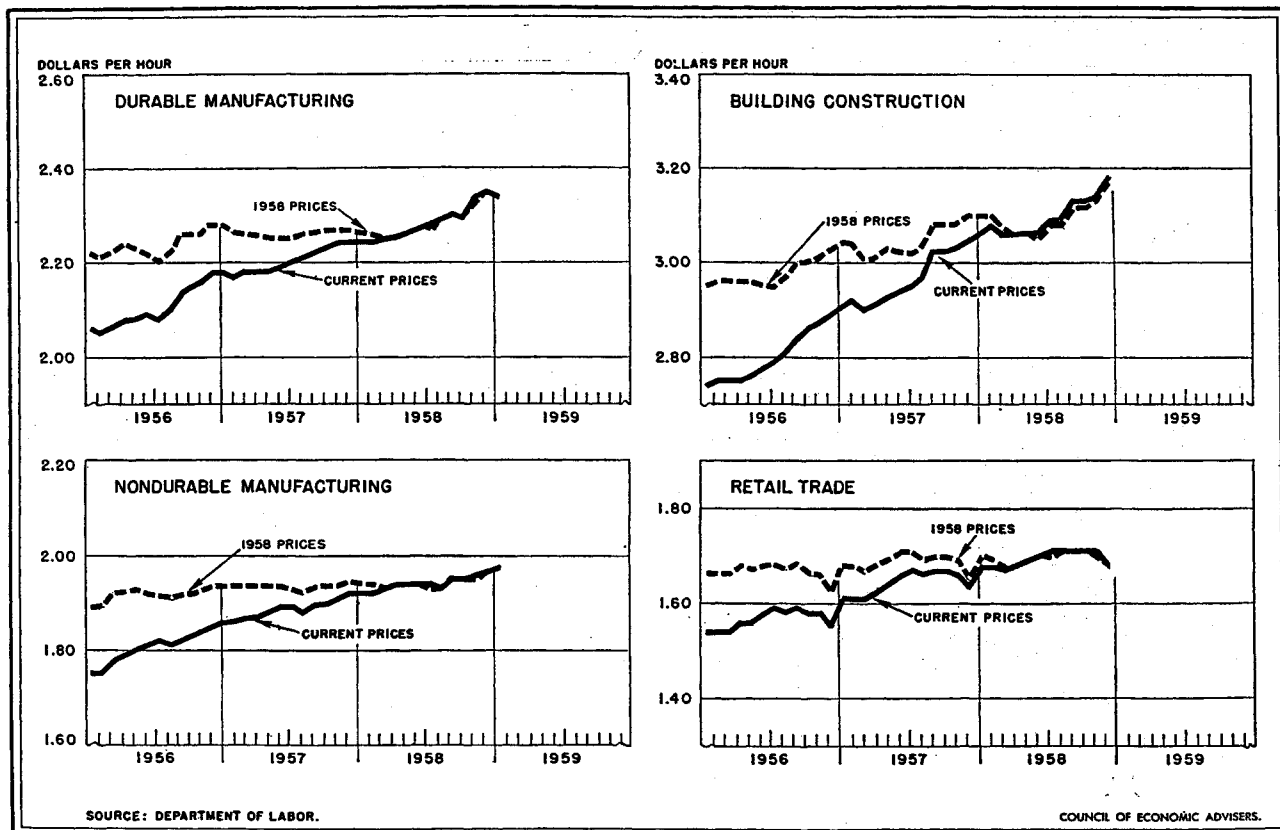
¹ Preliminary estimates.

² Not available.

Source: Department of Labor.

AVERAGE HOURLY EARNINGS - SELECTED INDUSTRIES

Average hourly earnings of production workers in manufacturing industries were unchanged in January. At \$2.19, they were 8 cents above the level of January 1958.



[For production workers or nonsupervisory employees]

Period	All manufacturing		Durable goods manufacturing		Nondurable goods manufacturing		Building construction		Retail trade	
	Current prices	1958 prices ¹	Current prices	1958 prices ¹	Current prices	1958 prices ¹	Current prices	1958 prices ¹	Current prices	1958 prices ¹
1948.....	\$1.350	\$1.623	\$1.410	\$1.695	\$1.278	\$1.536	\$1.848	\$2.221	\$1.088	\$1.308
1949.....	1.401	1.700	1.469	1.783	1.325	1.608	1.935	2.348	1.137	1.380
1951.....	1.59	1.77	1.67	1.86	1.48	1.65	2.19	2.44	1.26	1.40
1952.....	1.67	1.82	1.77	1.93	1.54	1.68	2.31	2.51	1.32	1.44
1953.....	1.77	1.91	1.87	2.02	1.61	1.74	2.48	2.68	1.40	1.51
1954.....	1.81	1.95	1.92	2.06	1.66	1.78	2.60	2.80	1.45	1.56
1955.....	1.88	2.03	2.01	2.17	1.71	1.84	2.66	2.87	1.50	1.62
1956.....	1.98	2.10	2.10	2.23	1.80	1.91	2.80	2.98	1.57	1.67
1957.....	2.07	2.13	2.20	2.26	1.88	1.93	2.96	3.04	1.64	1.69
1958 ²	2.13	2.13	2.28	2.28	1.94	1.94	3.10	3.10	1.70	1.70
1957: December.....	2.10	2.13	2.24	2.27	1.92	1.95	3.05	3.10	1.63	1.65
1958: January.....	2.11	2.13	2.24	2.26	1.92	1.94	3.07	3.10	1.68	1.70
February.....	2.10	2.12	2.24	2.26	1.92	1.94	3.08	3.10	1.68	1.69
March.....	2.11	2.11	2.25	2.25	1.93	1.93	3.06	3.07	1.67	1.67
April.....	2.11	2.11	2.25	2.25	1.94	1.94	3.06	3.06	1.68	1.68
May.....	2.12	2.12	2.26	2.26	1.94	1.94	3.06	3.06	1.69	1.69
June.....	2.12	2.12	2.27	2.27	1.94	1.94	3.06	3.05	1.70	1.70
July.....	2.13	2.12	2.28	2.27	1.94	1.93	3.09	3.08	1.71	1.70
August.....	2.13	2.13	2.29	2.29	1.93	1.93	3.09	3.08	1.71	1.71
September.....	2.14	2.14	2.30	2.30	1.95	1.95	3.13	3.12	1.71	1.71
October.....	2.14	2.14	2.29	2.29	1.95	1.95	3.13	3.12	1.71	1.71
November.....	2.17	2.16	2.34	2.33	1.96	1.95	3.14	3.13	1.71	1.70
December ²	2.19	2.19	2.35	2.35	1.97	1.97	3.18	3.17	1.68	1.68
1959: January ²	2.19	(³)	2.34	(³)	1.98	(³)	(³)	(³)	(³)	(³)

¹ Earnings in current prices divided by consumer price index on a 1958 base.

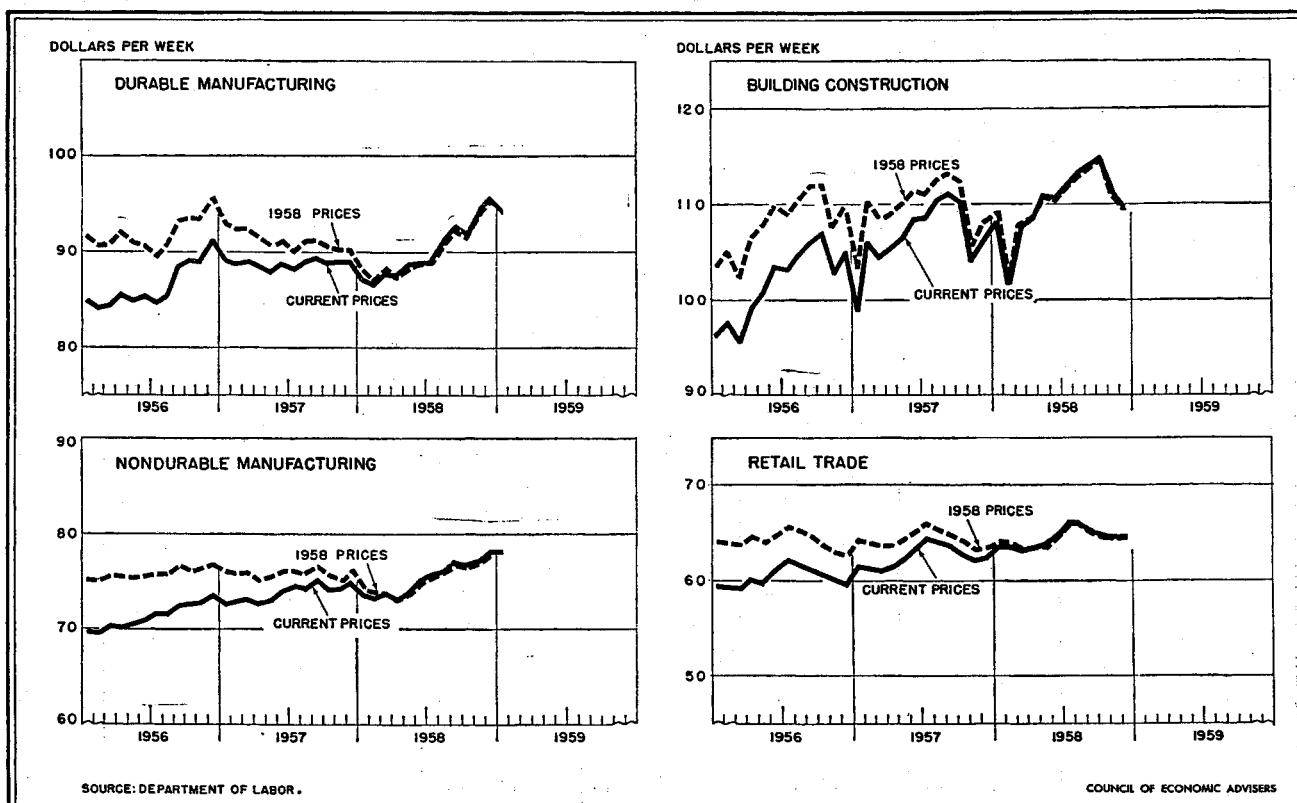
² Preliminary estimates.

³ Not available.

Source: Department of Labor.

AVERAGE WEEKLY EARNINGS - SELECTED INDUSTRIES

Average weekly earnings in manufacturing declined to \$87.38 in January, reflecting the reduction of the workweek. However, they were \$5.72 higher than in January 1958.



[For production workers or nonsupervisory employees]

Period	All manufacturing		Durable goods manufacturing		Nondurable goods manufacturing		Building construction		Retail trade	
	Current prices	1958 prices ¹	Current prices	1958 prices ¹	Current prices	1958 prices ¹	Current prices	1958 prices ¹	Current prices	1958 prices ¹
1948.....	\$54.14	\$65.07	\$57.11	\$68.64	\$50.61	\$60.83	\$68.85	\$82.75	\$43.85	\$52.70
1949.....	54.92	66.65	58.03	70.42	51.41	62.39	70.95	86.10	45.93	55.74
1951.....	64.71	71.98	69.47	77.27	58.46	65.03	81.47	90.62	50.65	56.34
1952.....	67.97	73.96	73.46	79.93	60.98	66.35	88.01	95.77	52.67	57.31
1953.....	71.69	77.42	77.23	83.40	63.60	68.68	91.76	99.09	54.88	59.27
1954.....	71.86	77.27	77.18	82.99	64.74	69.61	94.12	101.20	56.70	60.97
1955.....	76.52	82.55	83.21	89.76	68.06	73.42	96.29	103.87	58.50	63.11
1956.....	79.99	85.01	86.31	91.72	71.10	75.56	101.92	108.31	60.60	64.40
1957.....	82.39	84.68	88.66	91.12	73.51	75.55	106.86	109.83	62.48	64.21
1958 ²	83.71	83.71	90.29	90.29	75.27	75.27	110.67	110.67	64.60	64.60
1957: December.....	82.74	84.00	88.93	90.28	74.88	76.02	106.45	108.07	62.43	63.38
1958: January.....	81.66	82.48	87.14	88.02	73.54	74.28	108.06	109.15	63.50	64.14
February.....	80.64	81.29	86.46	87.16	73.15	73.74	101.64	102.46	63.50	64.01
March.....	81.45	81.61	87.75	87.93	73.53	73.68	107.71	107.93	63.13	63.26
April.....	80.81	80.81	87.30	87.30	73.14	73.14	108.63	108.63	63.50	63.50
May.....	82.04	81.96	88.37	88.28	73.91	73.84	111.08	110.97	63.88	63.82
June.....	83.10	82.93	89.89	89.71	75.08	74.93	110.77	110.55	64.94	64.81
July.....	83.50	83.25	89.83	89.56	75.66	75.43	112.17	111.83	66.18	65.98
August.....	84.35	84.18	91.14	90.96	76.04	75.89	113.40	113.17	66.18	66.05
September.....	85.39	85.22	92.46	92.28	77.03	76.88	114.25	114.02	64.98	64.85
October.....	85.17	85.00	91.83	91.65	76.83	76.68	115.18	114.95	64.81	64.68
November.....	86.58	86.32	94.30	94.02	77.22	76.99	111.16	110.83	64.47	64.28
December ²	88.26	88.08	95.88	95.69	78.01	77.85	109.71	109.49	64.68	64.55
1959: January ²	87.38	(³)	94.30	(³)	78.01	(³)	(³)	(³)	(³)	(³)

¹ Earnings in current prices divided by consumer price index on a 1958 base.

² Preliminary estimates.

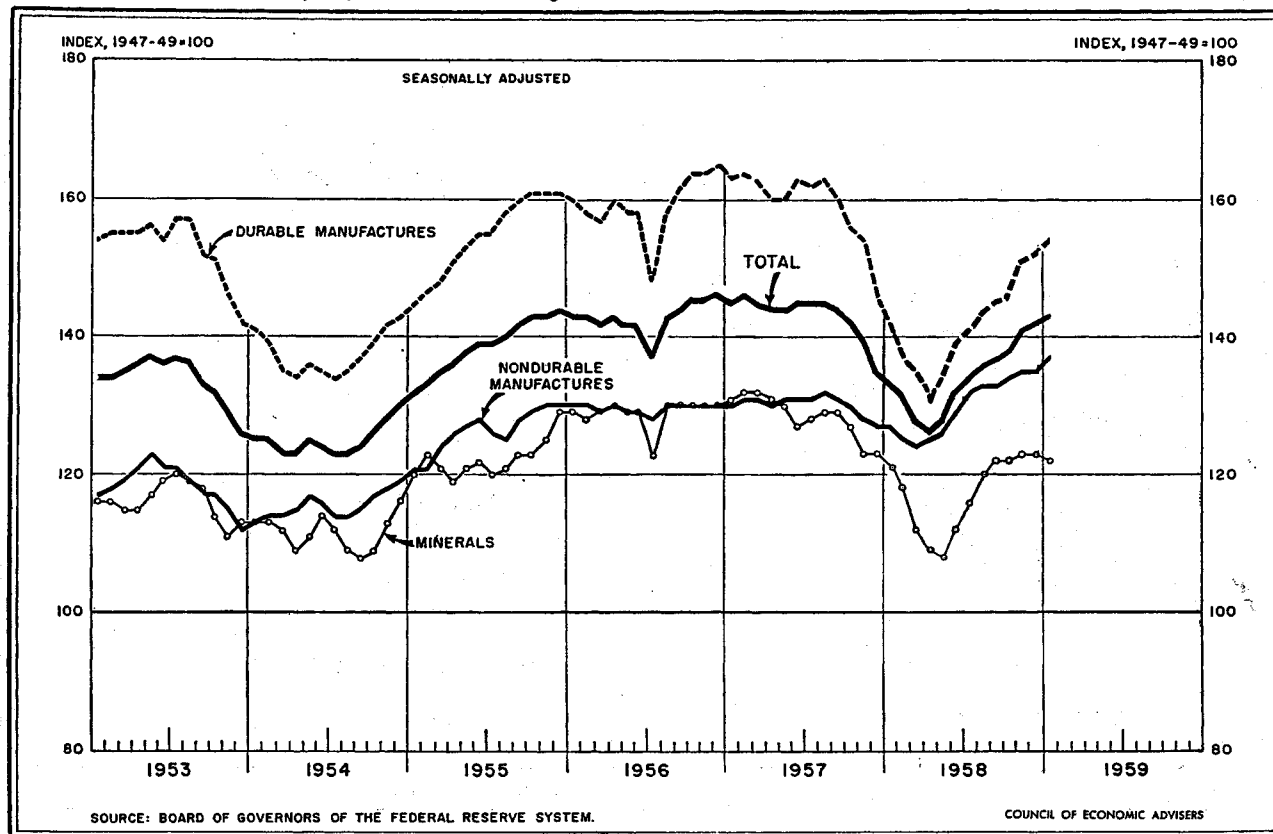
³ Not available.

Source: Department of Labor.

PRODUCTION AND BUSINESS ACTIVITY

INDUSTRIAL PRODUCTION

The index of industrial production (seasonally adjusted) rose again in January, reaching a level 7½ percent higher than a year earlier and only 1 percent below August 1957.



[1947-49=100, seasonally adjusted]

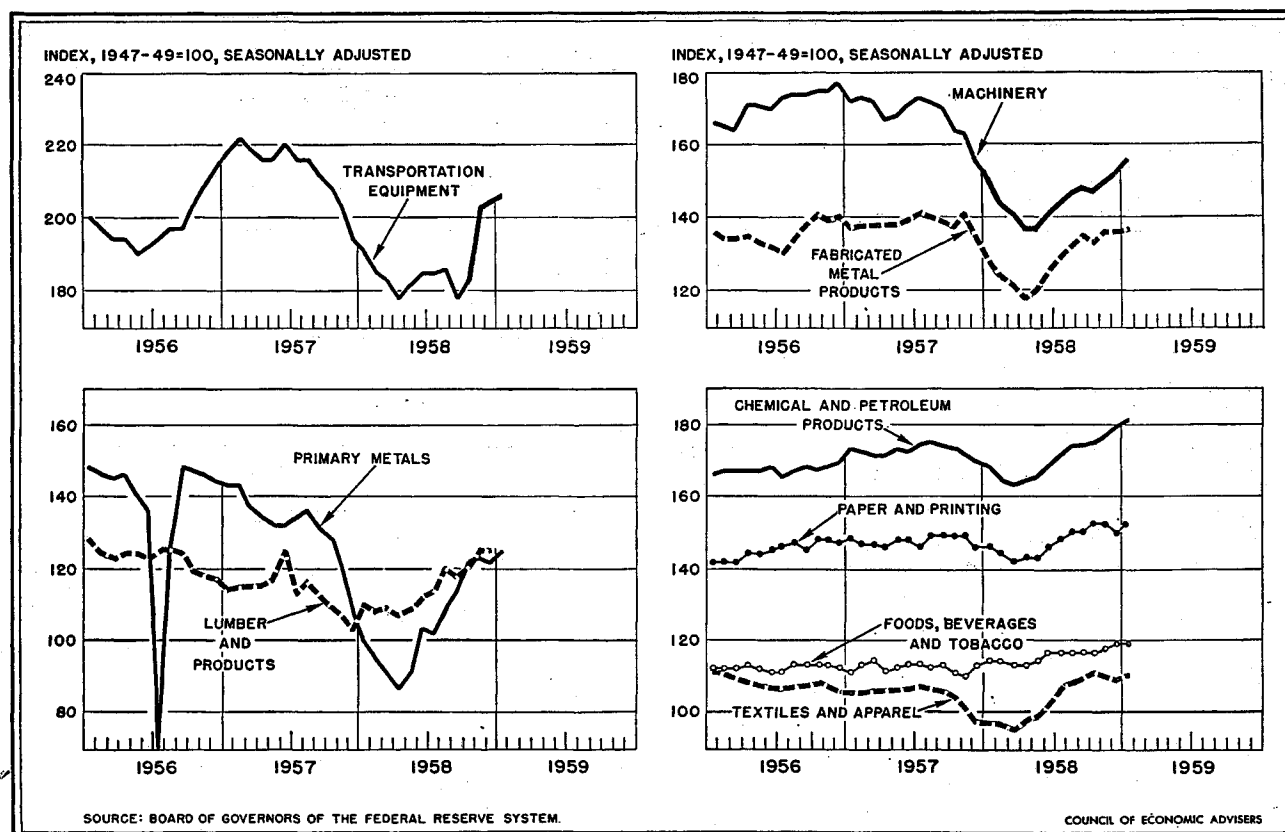
Period	Total industrial production	Manufactures			Minerals
		Total	Durable	Nondurable	
1948.....	104	103	104	102	106
1949.....	97	97	95	99	94
1951.....	120	121	128	114	115
1952.....	124	125	136	114	114
1953.....	134	136	153	118	116
1954.....	125	127	137	116	111
1955.....	139	140	155	126	122
1956.....	143	144	159	129	129
1957.....	143	145	160	130	128
1958.....	134	136	142	130	117
1957: December.....	135	137	146	127	123
1958: January.....	133	135	142	127	121
February.....	130	131	137	125	118
March.....	128	129	135	124	112
April.....	126	128	131	125	109
May.....	128	130	134	126	108
June.....	132	134	139	129	112
July.....	134	136	141	132	116
August.....	136	138	144	133	120
September.....	137	139	145	133	123
October.....	138	140	146	134	122
November.....	141	143	151	135	123
December.....	142	144	152	135	123
1959: January ¹	143	145	154	137	122

¹ Preliminary estimates.

Source: Board of Governors of the Federal Reserve System.

PRODUCTION OF SELECTED MANUFACTURES

In January, production increases were rather general among both durable and nondurable manufactures.



[1947-49=100, seasonally adjusted]

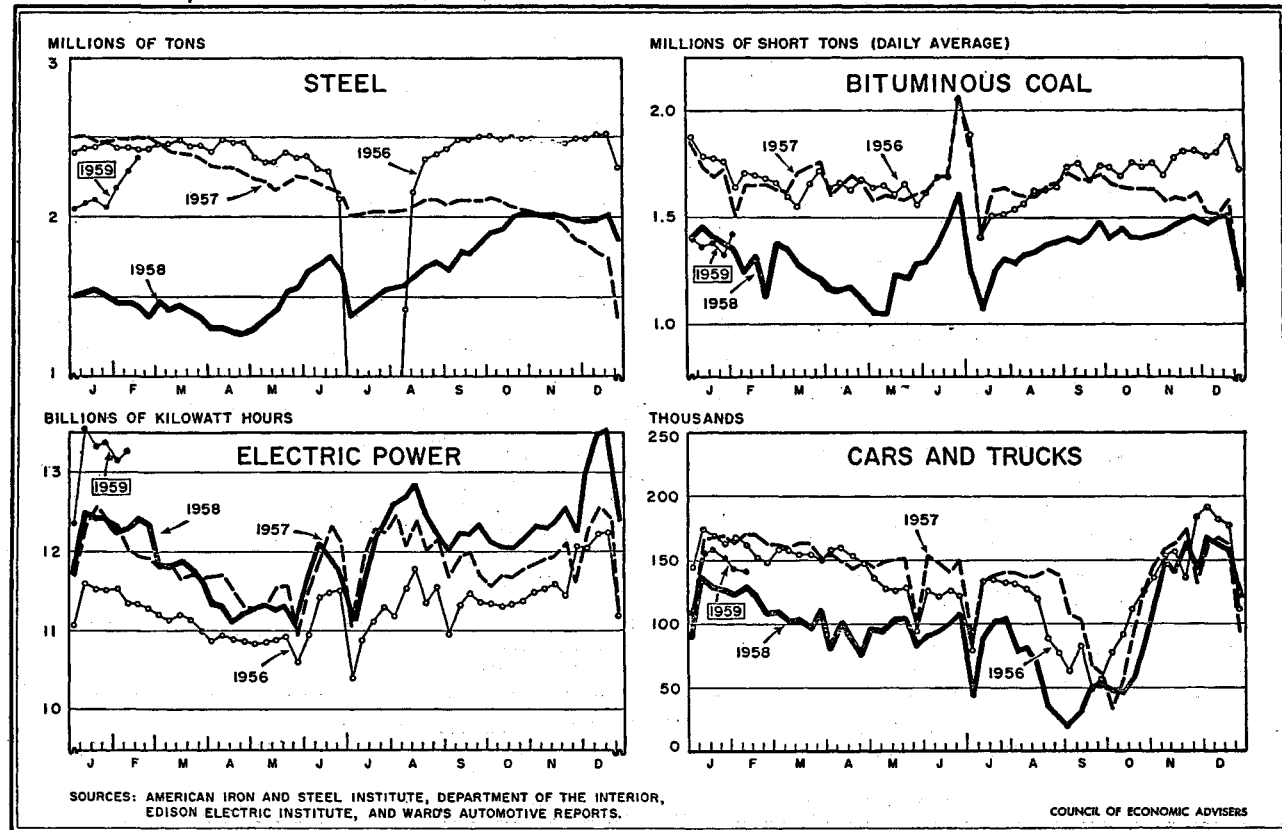
Period	Durable manufactures					Nondurable manufactures				Consumer durable goods
	Primary metals	Fabricated metal products	Machinery	Transportation equipment	Lumber and products	Textiles and apparel	Paper and printing	Chemical and petroleum products	Foods, beverages, and tobacco	
1948.....	107	104	104	102	106	103	103	103	100	102
1949.....	90	93	93	102	93	97	101	100	100	101
1951.....	126	122	130	135	113	106	118	132	105	114
1952.....	116	121	147	154	111	105	118	133	106	105
1953.....	132	136	160	189	118	107	125	142	107	127
1954.....	108	123	142	175	115	100	125	142	106	116
1955.....	140	134	155	203	127	109	137	159	109	147
1956.....	138	135	171	199	123	108	145	167	112	131
1957.....	131	139	168	213	114	105	148	172	112	130
1958.....	104	128	145	187	115	103	147	170	115	113
1957: December.....	107	135	156	194	103	97	146	169	113	119
1958: January.....	100	129	151	191	110	97	146	168	114	113
February.....	95	124	144	185	108	97	144	164	114	110
March.....	91	122	141	183	109	95	142	163	113	104
April.....	86	118	137	178	107	98	143	164	113	97
May.....	91	120	137	182	109	99	143	165	114	105
June.....	103	125	141	185	113	102	146	168	116	111
July.....	102	129	144	185	114	107	148	171	116	114
August.....	109	132	147	186	120	108	150	174	116	115
September.....	113	135	148	178	118	109	150	174	116	103
October.....	122	133	147	183	120	111	153	175	116	108
November.....	123	136	150	202	125	110	153	177	117	133
December.....	122	136	152	204	125	109	150	180	119	134
1959: January ¹	125	137	156	206	(²)	110	153	181	119	136

¹ Preliminary estimates.
² Not available.

Source: Board of Governors of the Federal Reserve System.

WEEKLY INDICATORS OF PRODUCTION

Most weekly indicators of production increased in January and early February. Steel production reached the highest rate in almost 2 years.



Period	Steel produced ¹		Electric power distributed (millions of kilowatt-hours)	Bituminous coal mined (thousands of short tons) ²	Freight loaded (thousands of cars)	Paperboard produced (thousands of tons)	Cars and trucks assembled (thousands)		
	Thousands of net tons	Index (1947-49=100)					Total	Cars	Trucks
Weekly average:									
1955-----	2, 245	139. 7	10, 318	1, 542	724	269	176. 7	152. 7	24. 0
1956-----	2, 204	137. 2	11, 292	1, 693	728	274	132. 8	111. 6	21. 2
1957-----	2, 162	134. 6	11, 873	1, 644	683	272	138. 6	117. 6	21. 0
1958-----	1, 635	101. 8	12, 314	1, 345	581	275	98. 4	81. 6	16. 8
1957: December-----	1, 679	104. 5	12, 129	1, 487	555	263	146. 5	126. 4	20. 1
1958: January-----	1, 525	94. 9	12, 247	1, 450	543	224	120. 9	103. 7	17. 2
February-----	1, 446	90. 0	12, 212	1, 310	528	262	116. 3	98. 0	18. 3
March-----	1, 412	87. 9	11, 764	1, 228	537	270	103. 2	86. 2	17. 0
April-----	1, 290	80. 3	11, 239	1, 183	528	257	88. 8	71. 9	16. 9
May-----	1, 422	88. 5	11, 261	1, 139	549	260	96. 6	79. 8	16. 8
June-----	1, 661	103. 4	11, 872	1, 419	622	272	99. 0	82. 1	16. 9
July-----	1, 458	90. 7	12, 051	1, 313	552	234	82. 8	68. 4	14. 4
August-----	1, 650	102. 7	12, 579	1, 287	631	296	53. 5	42. 0	11. 5
September-----	1, 783	111. 0	12, 214	1, 438	642	286	38. 9	29. 0	9. 9
October-----	1, 995	124. 2	12, 146	1, 459	682	311	71. 9	56. 7	15. 2
November-----	1, 998	124. 3	12, 386	1, 441	615	304	149. 7	126. 2	23. 5
December-----	1, 971	122. 7	12, 949	1, 470	531	262	144. 3	124. 8	19. 6
1959: January ³ -----	2, 102	130. 9	13, 356	1, 339	569	272	152. 6	129. 0	23. 6
Week ended:									
1959: January 10---	2, 085	129. 8	13, 554	1, 366	550	⁴ 304	155. 9	133. 4	22. 6
17---	2, 111	131. 4	13, 324	1, 382	586	306	158. 5	136. 0	22. 6
24---	2, 056	128. 0	13, 394	1, 334	556	293	151. 3	126. 8	24. 5
31---	2, 178	135. 6	13, 151	1, 431	583	294	144. 6	119. 7	24. 9
February 7 ³ ---	2, 288	142. 4	13, 292	⁵ 1, 383	565	298	139. 0	114. 3	24. 8
14 ³ ---	2, 371	147. 6					⁵ 140. 1	115. 1	25. 1
21 ³ ---	⁶ 2, 439	151. 8							

¹ Weekly capacities (net tons) as of January 1 are: 2,413,278 (1955), 2,455,300 (1956), 2,559,631 (1957), 2,699,320 (1958), and 2,831,456 (1959).

² Daily average for week.

³ Preliminary.

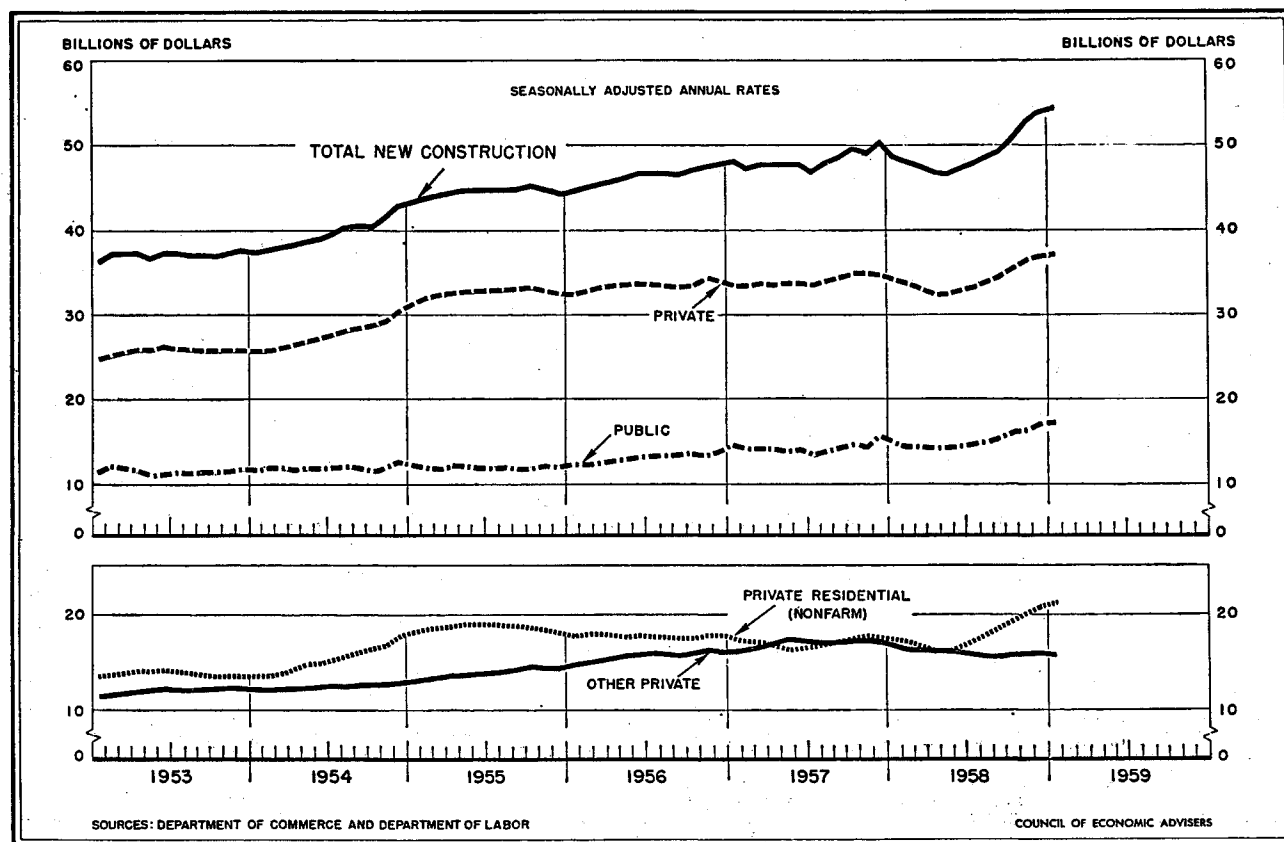
⁴ For Jan. 1-10.

⁵ Not charted.

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

NEW CONSTRUCTION

Expenditures for both public and private construction (seasonally adjusted) increased during January, for the eighth consecutive month. Construction contracts continue higher than a year previously.



[Billions of dollars]

Period	Total new construction	Private			Federal, State, and local	Construction contracts ¹	
		Total private	Residential (nonfarm)	Other		48 States ²	37 Eastern States ³
1952	34.8	23.8	12.8	11.0	10.9		16.8
1953	37.1	25.7	13.8	11.9	11.4		17.4
1954	39.6	27.7	15.4	12.3	11.9		19.8
1955	44.6	32.6	18.7	13.9	12.0		23.7
1956	46.3	33.3	17.7	15.6	13.0	31.6	³ 24.6
1957	48.1	34.0	17.0	17.0	14.1	32.2	25.3
1958	49.0	33.9	17.9	16.1	15.0	35.1	
Seasonally adjusted annual rates							
1957: December	50.1	34.6	17.5	17.1	15.5	25.3	20.3
1958: January	48.8	34.0	17.3	16.6	14.9	31.2	(³)
February	48.0	33.6	17.2	16.3	14.5	29.6	
March	47.6	33.1	16.8	16.3	14.5	32.1	
April	46.6	32.4	16.2	16.2	14.2	30.1	
May	46.5	32.4	16.2	16.2	14.2	35.9	
June	47.1	32.7	16.6	16.1	14.4	41.8	
July	47.8	33.1	17.2	15.9	14.7	38.8	
August	48.5	33.6	18.0	15.6	14.9	42.6	
September	49.4	34.2	18.5	15.7	15.3	36.2	
October	51.3	35.3	19.5	15.9	16.0	39.5	
November	52.5	36.2	20.2	16.0	16.4	36.5	
December	53.7	36.6	20.6	16.0	17.1	29.5	
1959: January ⁴	54.3	37.0	21.2	15.8	17.3		

¹ Compiled by F. W. Dodge Corporation; seasonally adjusted by the National Bureau of Economic Research. Omits small contracts, and covers rural areas less fully than urban.

² Series begins January 1956. The 37 Eastern States data are probably indicative of the 48 States trend for other periods.

³ Revised series beginning January 1956; not comparable with prior data. Series discontinued beginning January 1958.

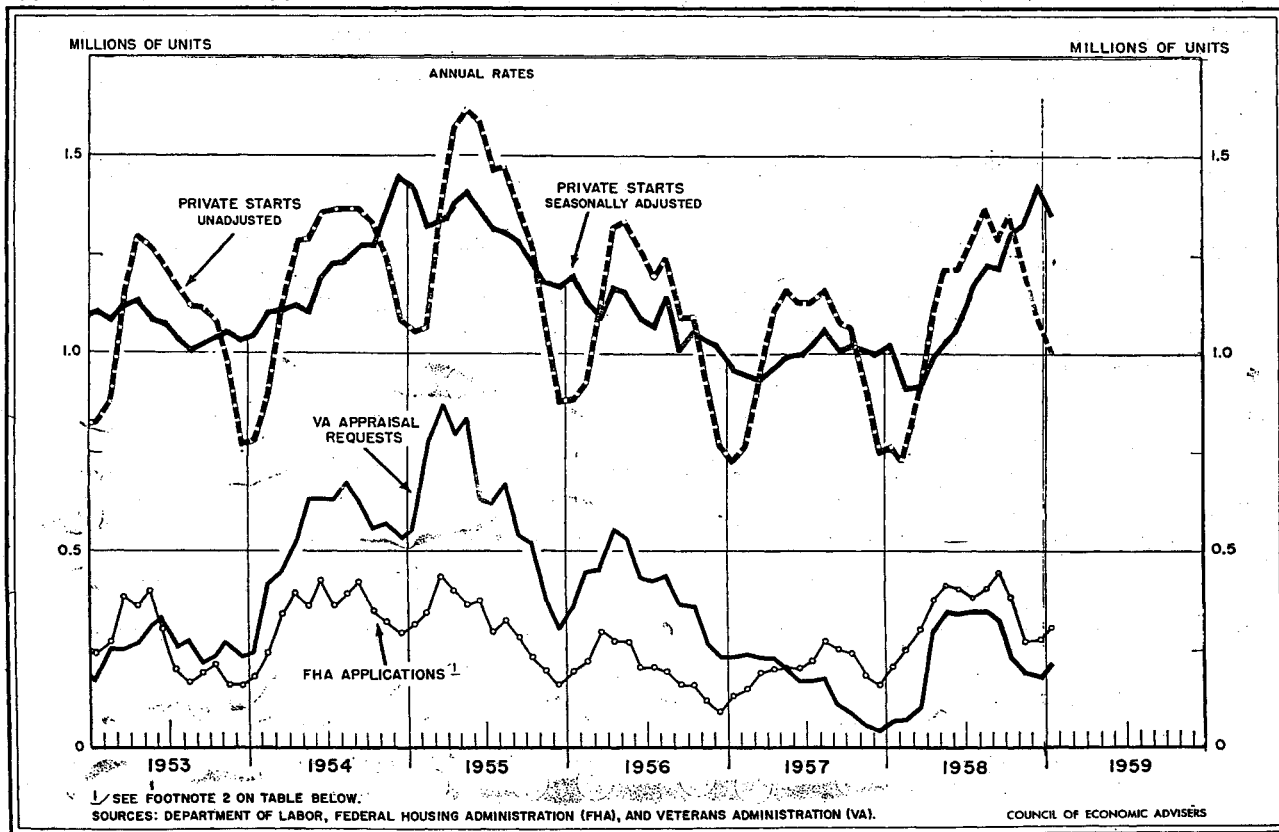
⁴ Preliminary estimates.

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

Sources: Department of Commerce, Department of Labor, and F. W. Dodge Corporation (except as noted).

HOUSING STARTS AND APPLICATIONS FOR FINANCING

Private nonfarm housing starts (seasonally adjusted) declined in January to an annual rate of 1,350,000 units. VA appraisal requests and applications for FHA commitments rose somewhat.



[Thousands of units]

Period	New nonfarm housing starts						Proposed home construction		
	Total	Publicly financed	Privately financed			Private, seasonally adjusted annual rates	Applications for FHA commitments ²	Requests for VA appraisals ²	
			Total	Government programs					
				Total ¹	FHA ¹				VA
Annual total: 1953 ----	1, 103. 8	35. 5	1, 068. 3	408. 5	252. 0	156. 5	-----	253. 7	251. 4
1954 ----	1, 220. 4	18. 7	1, 201. 7	583. 3	276. 3	307. 0	-----	338. 6	535. 4
1955 ----	1, 328. 9	19. 4	1, 309. 5	669. 6	276. 7	392. 9	-----	306. 2	620. 8
1956 ----	1, 118. 1	24. 2	1, 093. 9	460. 0	189. 3	270. 7	-----	197. 7	401. 5
1957 ----	1, 041. 9	49. 1	992. 8	296. 7	168. 4	128. 3	-----	198. 8	159. 4
1958 ³ ----	1, 201. 7	67. 2	1, 134. 5	397. 5	295. 4	102. 1	-----	341. 7	234. 2
Monthly average: 1953 ----	92. 0	3. 0	89. 0	34. 0	21. 0	13. 0	-----	21. 1	21. 0
1956 ----	93. 2	2. 0	91. 2	38. 3	15. 8	22. 6	-----	16. 5	33. 5
1957 ----	86. 8	4. 1	82. 7	24. 7	14. 0	10. 7	-----	16. 6	13. 3
1958 ³ ----	100. 1	5. 6	94. 5	33. 1	24. 6	8. 5	-----	28. 5	19. 5
1957: December ----	63. 4	. 9	62. 5	18. 9	14. 2	4. 6	1, 000	13. 6	3. 5
1958: January ----	67. 9	5. 0	62. 9	17. 4	13. 3	4. 1	1, 020	17. 3	5. 2
February ----	66. 1	5. 1	61. 0	14. 1	11. 3	2. 8	915	20. 6	5. 3
March ----	81. 4	4. 1	77. 3	19. 6	16. 5	3. 1	918	25. 0	8. 4
April ----	99. 1	4. 9	94. 2	27. 4	22. 7	4. 8	983	31. 6	24. 8
May ----	108. 5	7. 2	101. 3	32. 0	26. 0	6. 0	1, 039	34. 6	29. 2
June ----	112. 9	11. 6	101. 3	36. 5	28. 0	8. 5	1, 057	33. 4	28. 4
July ----	112. 8	4. 2	108. 6	40. 3	29. 7	10. 6	1, 174	31. 8	28. 5
August ----	124. 0	9. 4	114. 6	43. 6	30. 5	13. 2	1, 228	33. 0	28. 5
September ----	121. 0	10. 1	110. 9	46. 3	31. 9	14. 4	1, 255	36. 8	26. 7
October ----	115. 0	2. 1	112. 9	49. 4	34. 7	14. 7	1, 303	31. 8	19. 1
November ----	³ 102. 0	³ 2. 0	³ 100. 0	36. 8	25. 8	11. 0	³ 1, 330	22. 3	15. 3
December ----	³ 91. 0	³ 1. 5	³ 89. 5	34. 0	25. 0	9. 0	³ 1, 430	23. 0	14. 8
1959: January ³ ----	86. 0	2. 7	83. 3	26. 7	19. 8	6. 9	1, 350	25. 5	17. 9

¹ Excludes armed forces housing: 2,837 units in 1956; 18,611 units in 1957; 30,841 units in 1958 and 1,732 units in January 1959.

² Units represented by mortgage applications for new home construction.

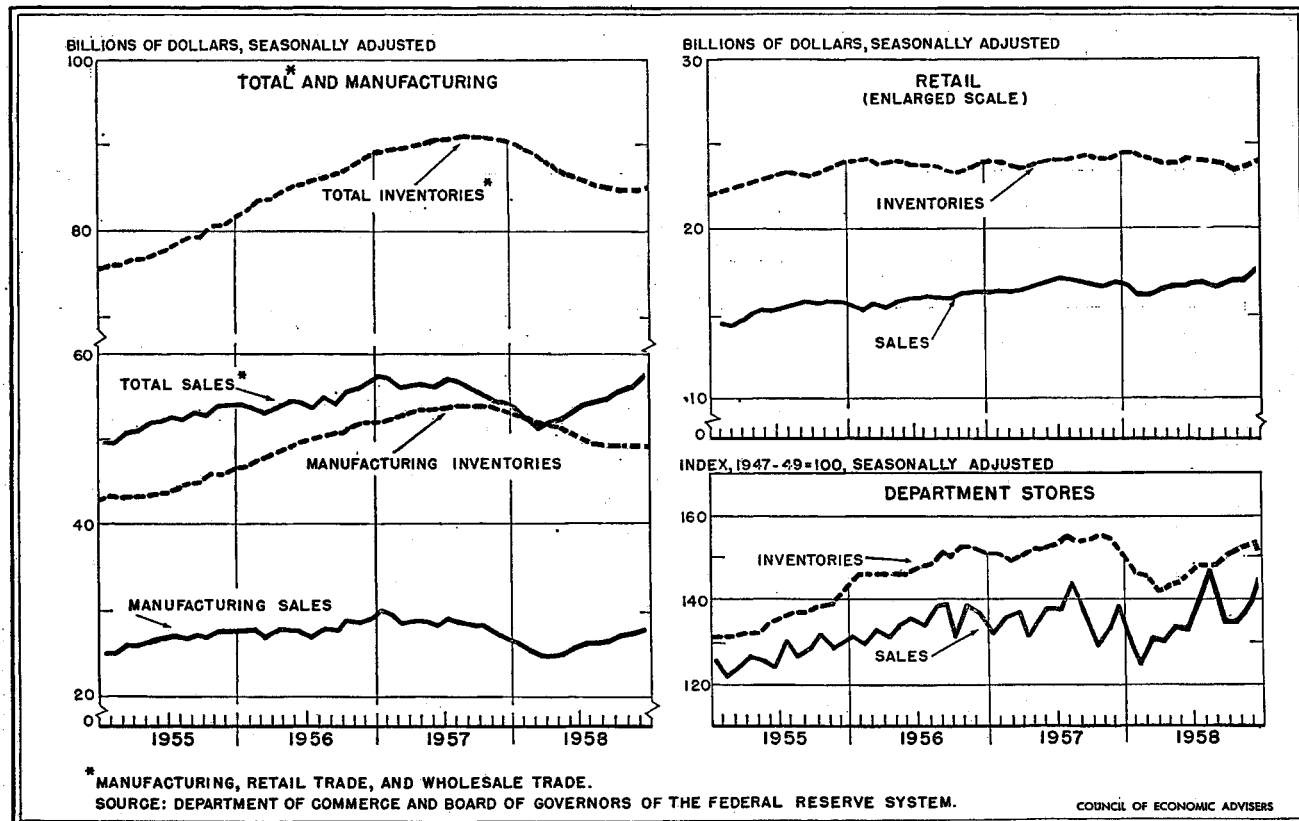
³ Preliminary estimates.

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

Sources: Department of Labor, Federal Housing Administration (FHA), and Veterans Administration (VA).

SALES AND INVENTORIES—MANUFACTURING AND TRADE

Total manufacturing and trade sales (seasonally adjusted) continued to advance in December, reaching the pre-recession peak of \$57.4 billion. Manufacturing and wholesale trade inventories were reduced further while retail inventories rose. Retail sales in January were about the same as in December, according to preliminary estimates.



Period	Manufacturing and trade		Manufacturing			Wholesale		Retail		Department stores		
	Sales ¹	Inven- tories ²	Sales ¹	Inven- tories ²	New orders ¹	Sales ¹	Inven- tories ²	Sales ¹	Inven- tories ²	Sales ¹	Inven- tories ³	
	Billions of dollars, seasonally adjusted										Index, 1947-49=100 seasonally adjusted	
1952.....	45.9	75.4	22.8	43.8	23.6	9.6	10.0	13.5	21.6	114	121	
1953.....	48.4	78.6	24.5	45.4	23.1	9.8	10.5	14.1	22.7	118	131	
1954.....	47.4	75.5	23.5	43.0	22.5	9.7	10.4	14.1	22.1	118	128	
1955.....	52.3	81.7	26.3	46.4	27.2	10.6	11.4	15.3	23.9	128	136	
1956.....	54.8	89.1	27.7	52.3	28.3	11.3	13.0	15.8	23.9	135	148	
1957.....	56.3	90.7	28.4	53.5	27.3	11.3	12.7	16.7	24.5	135	152	
1958 ⁴	54.0	85.2	26.2	49.2	25.9	11.1	12.0	16.7	24.0	136	148	
1957: November.....	54.7	91.0	27.2	53.9	26.0	10.9	12.8	16.6	24.3	133	154	
December.....	54.5	90.7	26.7	53.5	25.1	10.9	12.7	16.8	24.5	138	150	
1958: January.....	53.8	90.0	26.4	52.9	24.4	10.7	12.6	16.7	24.5	130	147	
February.....	52.1	89.3	25.5	52.4	24.1	10.5	12.5	16.1	24.3	124	146	
March.....	51.3	88.5	24.9	52.0	24.8	10.3	12.4	16.1	24.1	131	142	
April.....	52.1	87.6	24.9	51.5	24.5	10.7	12.2	16.5	23.9	130	143	
May.....	52.4	86.9	25.2	50.9	25.0	10.7	12.1	16.6	23.9	134	144	
June.....	53.2	86.4	25.7	50.2	25.8	10.9	12.1	16.6	24.1	133	147	
July.....	54.0	85.9	26.3	49.8	26.4	11.0	12.1	16.7	24.0	140	148	
August.....	54.4	85.4	26.4	49.4	26.1	11.1	12.1	16.9	23.9	147	148	
September.....	54.8	85.0	26.8	49.3	27.0	11.4	12.1	16.6	23.7	135	150	
October.....	55.6	84.9	27.2	49.3	27.9	11.5	12.1	16.9	23.5	135	152	
November.....	56.1	85.0	27.5	49.3	27.8	11.6	12.1	17.0	23.6	137	153	
December ⁴	57.4	85.2	28.0	49.2	28.1	11.7	12.0	17.6	24.0	144	150	
1959: January ⁴								⁵ 17.6		137		

¹ Monthly average for year and total for month.

² Book value, end of period, seasonally adjusted.

³ Book value, end of period, except annual data, which are monthly averages.

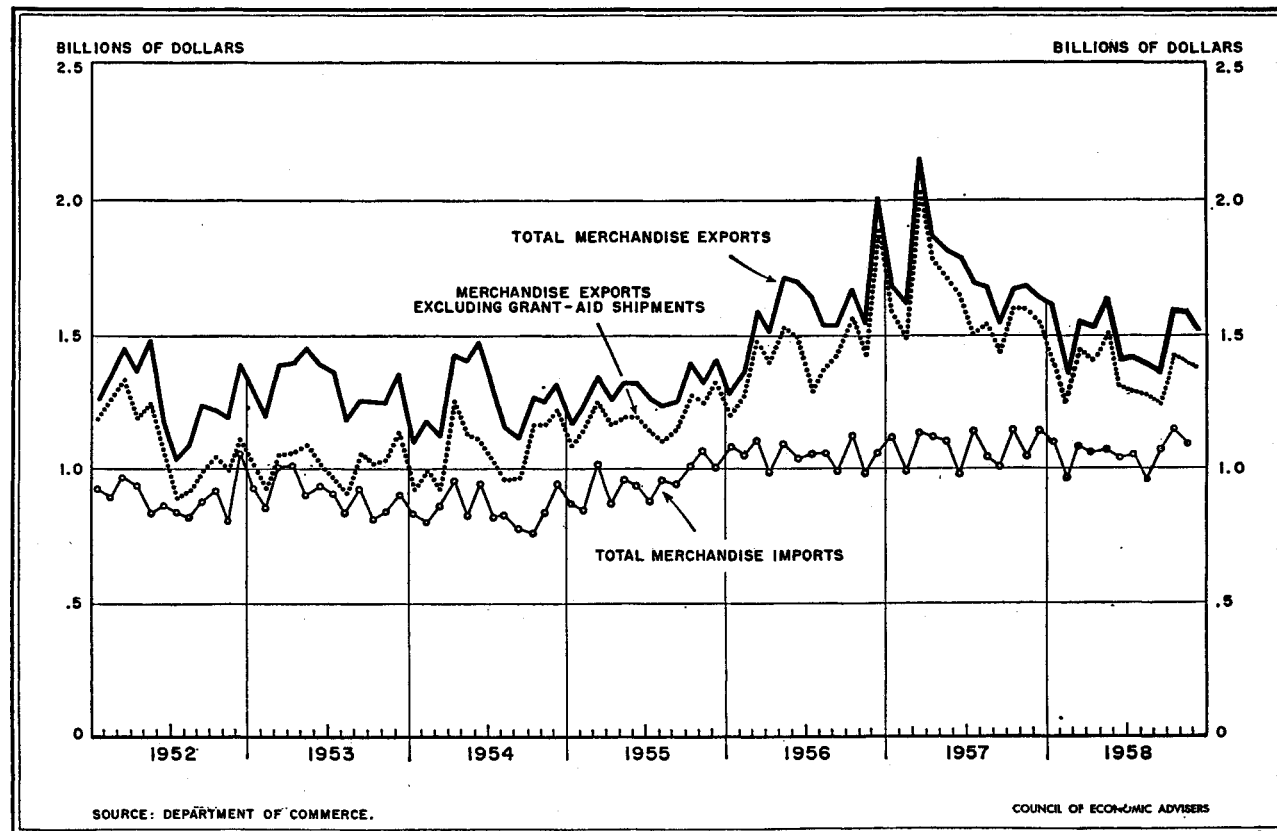
⁴ Preliminary estimates.

⁵ Not charted.

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

MERCHANDISE EXPORTS AND IMPORTS

In 1958, commercial exports (merchandise exports excluding grant-aid shipments) were 16 percent lower than in 1957. In the first 11 months of 1958, imports were 2 percent lower than a year earlier.



[Millions of dollars]

Period	Merchandise exports			Merchandise imports	Excess of exports over imports	
	Total	Grant-aid shipments ¹	Excluding grant-aid shipments		Total	Excluding grant-aid shipments
1949 monthly average.....	1,004	(²)	(²)	552	452	(²)
1951 monthly average.....	1,253	89	1,164	914	339	250
1952 monthly average.....	1,267	166	1,100	893	374	207
1953 monthly average.....	1,314	293	1,022	906	408	116
1954 monthly average.....	1,259	188	1,071	851	408	220
1955 monthly average.....	1,296	105	1,191	949	347	242
1956 monthly average.....	1,591	146	1,444	1,051	540	393
1957 monthly average.....	1,738	113	1,625	1,082	656	543
1958 monthly average.....	1,488	129	1,360			
1957: November.....	1,688	87	1,601	1,043	645	558
December.....	1,636	95	1,541	1,141	495	400
1958: January.....	1,505	108	1,396	1,095	409	301
February.....	1,345	100	1,245	962	383	284
March.....	1,553	114	1,438	1,072	481	366
April.....	1,530	122	1,408	1,057	473	351
May.....	1,638	131	1,507	1,063	575	444
June.....	1,406	99	1,308	1,037	370	271
July.....	1,416	129	1,287	1,050	366	237
August.....	1,396	113	1,283	952	444	331
September.....	1,361	122	1,239	1,074	287	165
October.....	1,599	181	1,418	1,142	457	276
November.....	1,596	188	1,408	1,089	507	319
December.....	1,514	135	1,379			

¹ Beginning with 1950, figures include only Department of Defense shipments of grant-aid military supplies and equipment under the Mutual Security Program. Shipments for the first 6 months of the program (July-December 1950) amounted to 282 million dollars.

² Not available.

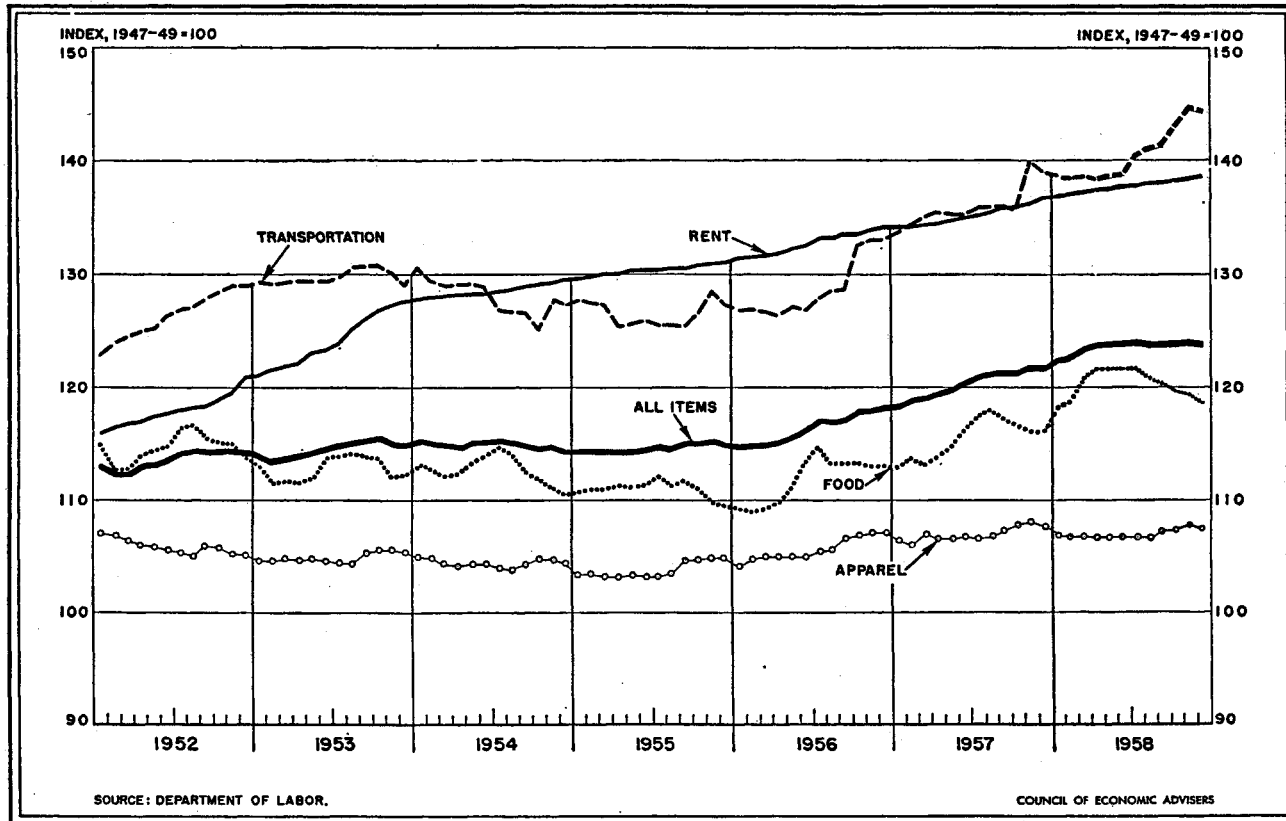
NOTE.—Detail will not necessarily add to totals because of rounding.

Sources: Department of Commerce and Department of Defense.

PRICES

CONSUMER PRICES

Consumer prices declined slightly in December. Lower food and apparel prices accounted for most of the decline. Rents and costs of medical care continued to increase.



[1947-49=100]

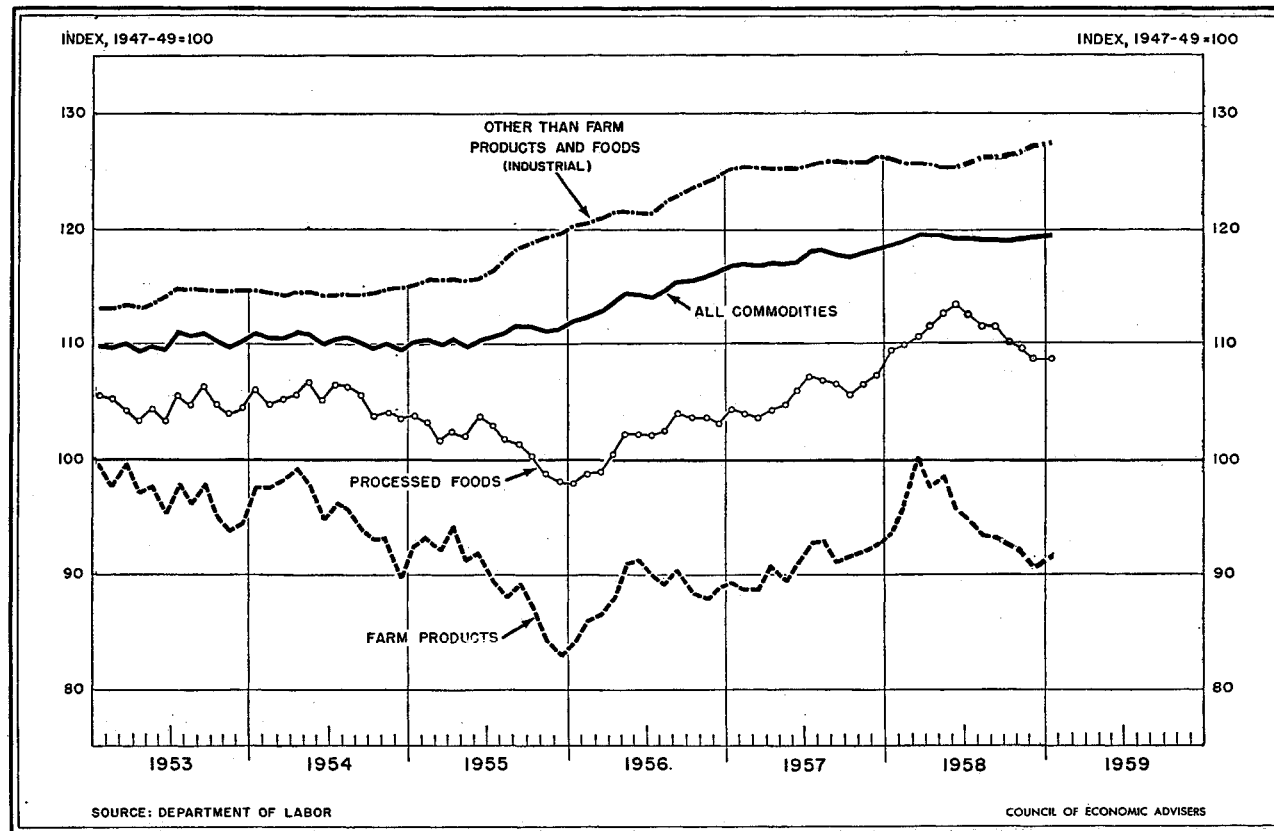
Period	All items	Food	Housing		Apparel	Transportation	Medical care	Personal care	Reading and recreation	Other goods and services
			Total ¹	Rent						
1948.....	102.8	104.1	101.7	100.7	103.5	100.9	100.9	101.3	100.4	100.5
1949.....	101.8	100.0	103.3	105.0	99.4	103.5	104.1	101.1	104.1	103.4
1951.....	111.0	112.6	112.4	113.1	106.9	118.4	111.1	110.5	106.5	109.7
1952.....	113.5	114.6	114.6	117.9	105.8	126.2	117.2	111.8	107.0	115.4
1953.....	114.4	112.8	117.7	124.1	104.8	129.7	121.3	112.8	108.0	118.2
1954.....	114.8	112.6	119.1	128.5	104.3	128.0	125.2	113.4	107.0	120.1
1955.....	114.5	110.9	120.0	130.3	103.7	126.4	128.0	115.3	106.6	120.2
1956.....	116.2	111.7	121.7	132.7	105.5	128.7	132.6	120.0	108.1	122.0
1957.....	120.2	115.4	125.6	135.2	106.9	136.0	138.0	124.4	112.2	125.5
1958.....	123.5	120.3	127.7	137.7	107.0	140.5	144.4	128.6	116.7	127.2
1957: November.....	121.6	116.0	126.8	136.3	107.9	140.0	140.3	126.7	114.4	126.8
December.....	121.6	116.1	127.0	136.7	107.6	138.9	140.8	127.0	114.6	126.8
1958: January.....	122.3	118.2	127.1	136.8	106.9	138.7	141.7	127.8	116.6	127.0
February.....	122.5	118.7	127.3	137.0	106.8	138.5	141.9	128.0	116.6	127.0
March.....	123.3	120.8	127.5	137.1	106.8	138.7	142.3	128.3	117.0	127.2
April.....	123.5	121.6	127.7	137.3	106.7	138.3	142.7	128.5	117.0	127.2
May.....	123.6	121.6	127.8	137.5	106.7	138.7	143.7	128.5	116.6	127.2
June.....	123.7	121.6	127.8	137.7	106.7	138.9	143.9	128.6	116.7	127.2
July.....	123.9	121.7	127.7	137.8	106.7	140.3	144.6	128.9	116.6	127.2
August.....	123.7	120.7	127.9	138.1	106.6	141.0	145.0	128.9	116.7	127.1
September.....	123.7	120.3	127.9	138.2	107.1	141.3	146.1	128.7	116.6	127.1
October.....	123.7	119.7	127.9	138.3	107.3	142.7	146.7	128.8	116.6	127.2
November.....	123.9	119.4	128.0	138.4	107.7	144.5	147.0	129.1	117.0	127.3
December.....	123.7	118.7	128.2	138.7	107.5	144.3	147.3	129.0	116.9	127.3

¹ Includes, in addition to rent, homeowner costs, utilities, housefurnishings, etc.

Source: Department of Labor.

WHOLESALE PRICES

The average of prices in primary markets rose fractionally in January. Farm prices rose, as is usual for this season, ending a decline that began in the spring of 1958. Food prices were unchanged and industrial prices increased very little.



[1947-49=100]

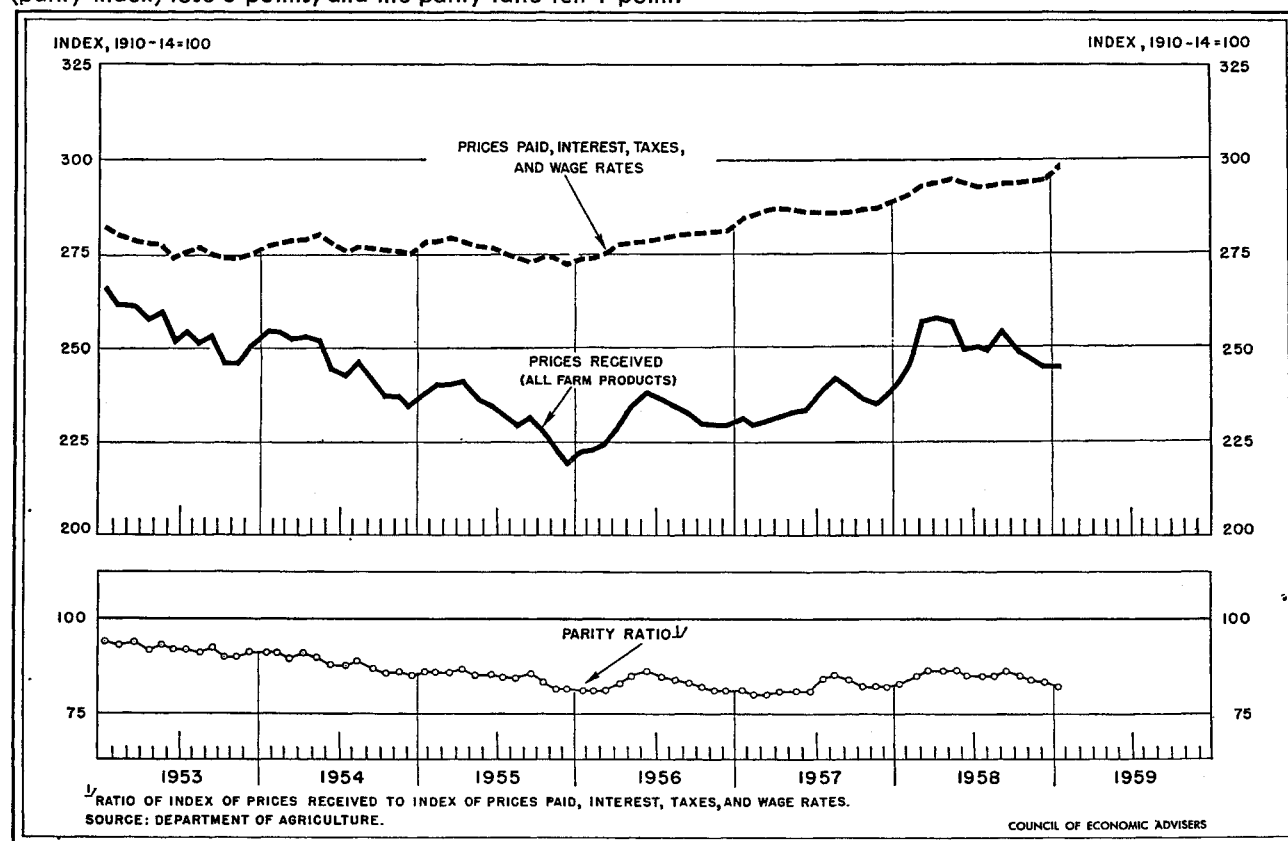
Period	All commodities	Farm products	Processed foods	Other than farm products and foods (industrial)
1948.....	104.4	107.3	106.1	103.4
1949.....	99.2	92.8	95.7	101.3
1951.....	114.8	113.4	111.4	115.9
1952.....	111.6	107.0	108.8	113.2
1953.....	110.1	97.0	104.6	114.0
1954.....	110.3	95.6	105.3	114.5
1955.....	110.7	89.6	101.7	117.0
1956.....	114.3	88.4	101.7	122.2
1957.....	117.6	90.9	105.6	125.6
1958.....	119.2	94.9	110.9	126.0
1957: December.....	118.5	92.6	107.4	126.1
1958: January.....	118.9	93.7	109.5	126.1
February.....	119.0	96.1	109.9	125.7
March.....	119.7	100.5	110.7	125.7
April.....	119.3	97.7	111.5	125.5
May.....	119.5	98.5	112.9	125.3
June.....	119.2	95.6	113.5	125.3
July.....	119.2	95.0	112.7	125.6
August.....	119.1	93.2	111.3	126.1
September.....	119.1	93.1	111.1	126.2
October.....	119.0	92.3	110.0	126.4
November.....	119.2	92.1	109.5	126.8
December.....	119.2	90.6	108.8	127.2
1959: January.....	119.5	91.5	108.8	127.5
Week ended: 1.....				
1959: February 3.....	119.3	90.8	108.3	127.5
10.....	119.4	91.1	107.9	127.6

¹ Weekly series based on smaller sample than monthly series.

Source: Department of Labor.

PRICES RECEIVED AND PAID BY FARMERS

The index of prices received by farmers was unchanged in the month ended January 15. The index of prices paid (parity index) rose 3 points, and the parity ratio fell 1 point.



Period	Prices received by farmers			Prices paid by farmers			Parity ratio ¹
	All farm products	Crops	Livestock and products	All items, interest, taxes, and wage rates (parity index)	Family living items	Production items	
	Index, 1910-14=100						
1948.....	287	255	315	260	251	250	110
1949.....	250	224	272	251	243	238	100
1951.....	302	265	336	282	268	273	107
1952.....	288	267	306	287	271	274	100
1953.....	255	240	268	277	269	256	92
1954.....	246	242	249	277	270	255	89
1955.....	232	231	234	276	270	251	84
1956.....	230	235	226	278	274	250	83
1957.....	235	225	244	286	282	257	82
1958.....	250	224	272	293	287	264	85
1957: December 15.....	237	212	259	288	284	258	82
1958: January 15.....	241	215	263	290	285	259	83
February 15.....	246	219	269	291	286	260	85
March 15.....	256	232	277	293	287	263	87
April 15.....	257	239	272	294	288	265	87
May 15.....	256	232	277	295	288	266	87
June 15.....	249	223	271	294	287	265	85
July 15.....	250	222	273	293	287	265	85
August 15.....	248	221	271	293	287	264	85
September 15.....	254	228	277	294	286	265	86
October 15.....	249	221	273	294	287	265	85
November 15.....	247	217	272	294	288	263	84
December 15.....	244	213	269	295	287	265	83
1959: January 15.....	244	215	270	298	288	268	82

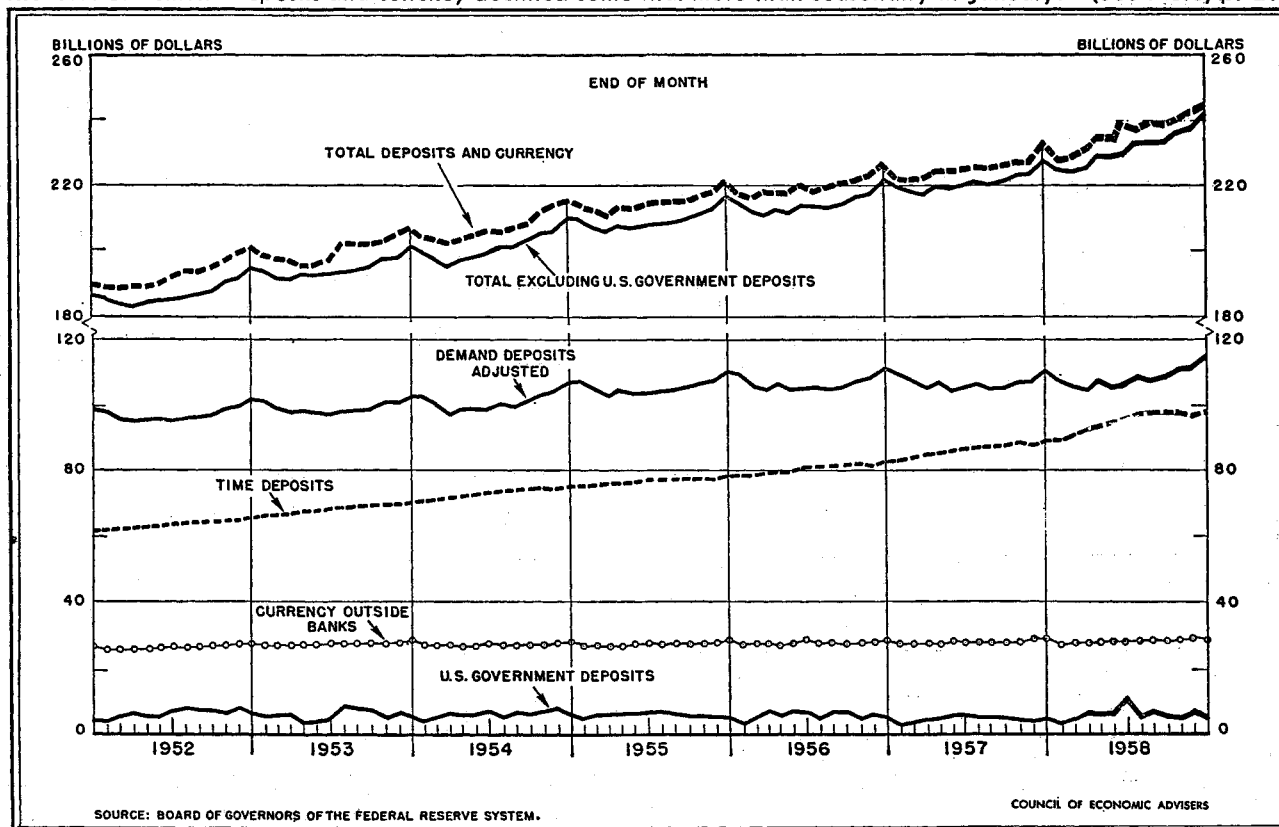
¹ Percentage ratio of index of prices received by farmers to index of prices paid, interest, taxes, and wage rates.

NOTE.—Series revised beginning 1952.
Source: Department of Agriculture.

CURRENCY, CREDIT, AND SECURITY MARKETS

CURRENCY AND DEPOSITS

The total of demand deposits and currency declined somewhat more than seasonally in January. (See Note, p. 27.)



SOURCE: BOARD OF GOVERNORS OF THE FEDERAL RESERVE SYSTEM.

COUNCIL OF ECONOMIC ADVISERS

[Billions of dollars]

End of period	Total deposits and currency	U. S. Government deposits ¹	Total excluding U. S. Government deposits ²					Demand deposits and currency, seasonally adjusted		
			Total	Time deposits ³	Demand deposits and currency			Total	Demand deposits adjusted	Currency outside banks
					Total	Demand deposits adjusted ⁴	Currency outside banks			
1952	200. 4	5. 6	194. 8	65. 8	129. 0	101. 5	27. 5			
1953	205. 7	4. 8	200. 9	70. 4	130. 5	102. 5	28. 1			
1954	214. 8	5. 1	209. 7	75. 3	134. 4	106. 6	27. 9			
1955	221. 0	4. 4	216. 6	78. 4	138. 2	109. 9	28. 3			
1956	226. 4	4. 5	222. 0	82. 2	139. 7	111. 4	28. 3			
1957	232. 3	4. 7	227. 7	89. 1	138. 6	110. 3	28. 3			
1958 ⁵	245. 9	4. 9	241. 0	97. 9	143. 1	114. 5	28. 6			
1958: January	227. 7	2. 9	224. 8	89. 8	135. 0	107. 6	27. 3	132. 2	104. 7	27. 5
February	228. 0	4. 2	223. 9	90. 9	133. 0	105. 6	27. 4	133. 1	105. 5	27. 6
March	230. 9	6. 4	224. 5	92. 5	132. 0	104. 6	27. 4	134. 0	106. 4	27. 6
April	234. 4	6. 0	228. 4	93. 6	134. 8	107. 2	27. 6	135. 0	107. 2	27. 8
May	234. 2	6. 1	228. 1	94. 6	133. 5	105. 8	27. 8	135. 5	107. 6	27. 9
June	239. 5	10. 0	229. 5	95. 5	134. 0	106. 2	27. 8	135. 4	107. 4	28. 0
July	237. 2	4. 8	232. 4	96. 5	135. 9	108. 1	27. 9	137. 6	109. 5	28. 1
August	238. 7	6. 2	232. 5	97. 0	135. 5	107. 5	28. 0	137. 3	109. 2	28. 1
September	238. 1	5. 0	233. 1	97. 2	135. 9	108. 1	27. 9	136. 7	108. 9	27. 8
October ⁵	240. 5	4. 2	236. 2	97. 4	138. 8	110. 8	28. 0	137. 9	110. 0	27. 9
November ⁵	243. 4	6. 3	237. 0	96. 7	140. 3	111. 6	28. 8	138. 5	110. 3	28. 2
December ⁵	245. 9	4. 9	241. 0	97. 9	143. 1	114. 5	28. 6	138. 3	110. 3	28. 0
1959: January ⁵	244. 4	5. 2	239. 2	98. 2	140. 9	113. 2	27. 7	138. 0	110. 1	27. 9

¹ Includes U. S. Government deposits at Federal Reserve Banks and commercial and savings banks, and U. S. Treasury's time deposits, open account.

² Includes deposits and currency held by State and local governments.

³ Includes deposits in commercial banks, mutual savings banks, and Postal Savings System, but excludes interbank deposits.

⁴ Includes demand deposits, other than interbank and U. S. Government, less cash items in process of collection.

⁵ Preliminary estimates; January 1959 not charted.

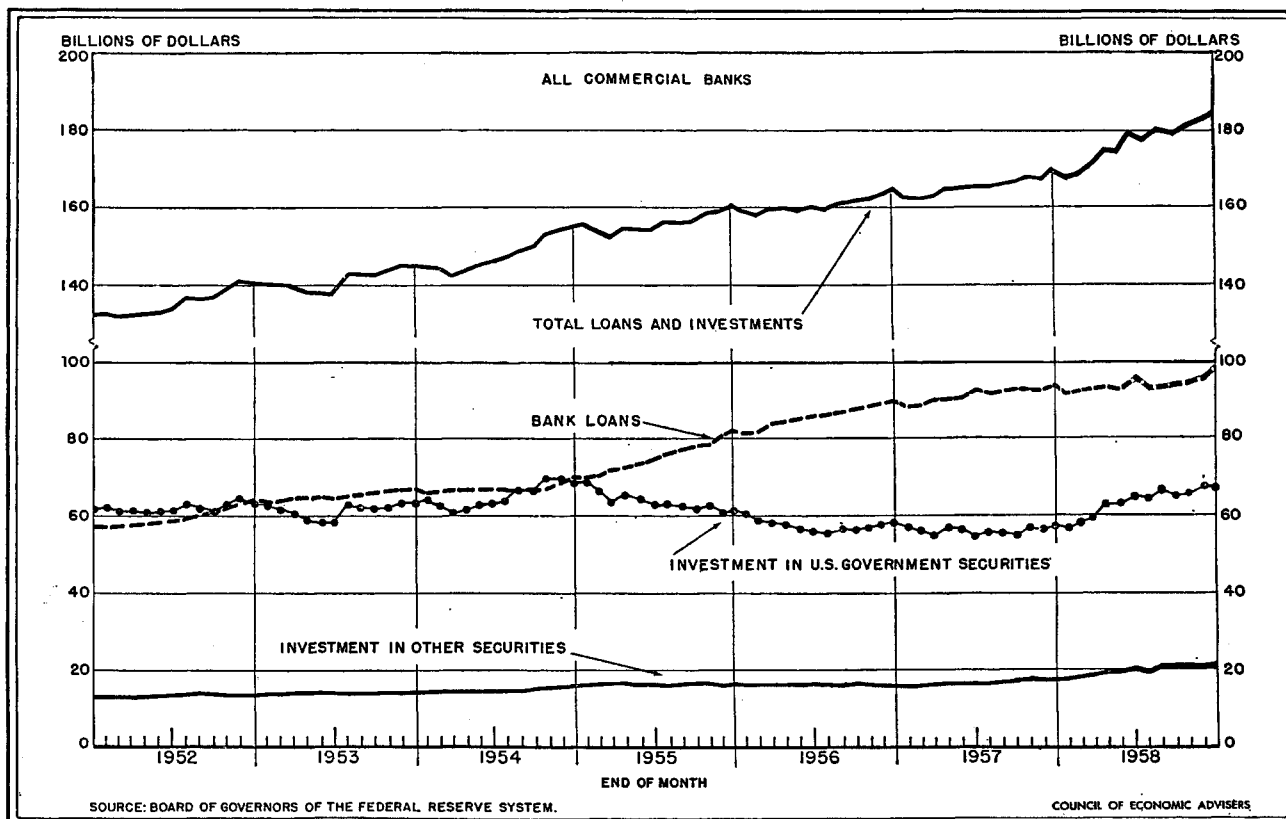
NOTE.—See Note p. 27. Monthly data are for the last Wednesday of the month, except the unadjusted data for December 1957 and June 1958, which are for call dates.

Detail will not necessarily add to totals because of rounding.

Source: Board of Governors of the Federal Reserve System.

BANK LOANS, INVESTMENTS, AND RESERVES

Commercial bank loans declined \$400 million in January, compared to a decline of \$1.9 billion in January 1958. (See Note below.) Borrowings at Federal Reserve Banks have continued to exceed excess reserves by a small margin.



[Billions of dollars]

End of period	All commercial banks					Weekly reporting member banks ¹	All member banks ¹		
	Total loans and investments	Loans	Investments				Reserve balances ³		Borrowings at Federal Reserve Banks ³
			Total	U. S. Government securities	Other securities		Required	Excess	
1951.....	132.6	57.7	74.9	61.5	13.3	21.6	18.5	0.8	0.3
1952.....	141.6	64.2	77.5	63.3	14.1	23.4	19.6	.7	.8
1953.....	145.7	67.6	78.1	63.4	14.7	23.4	19.3	.7	.8
1954.....	155.9	70.6	85.3	69.0	16.3	22.4	18.5	.8	.1
1955.....	160.9	82.6	78.3	61.6	16.7	26.7	18.3	.6	.6
1956.....	165.1	90.3	74.8	58.6	16.3	31.3	18.4	.6	.8
1957.....	170.1	93.9	76.2	58.2	17.9	32.2	18.5	.5	.8
1958.....	184.6	98.0	86.6	66.2	20.4	31.4	18.1	.6	.3
1957: December.....	170.1	93.9	76.2	58.2	17.9	32.2	18.8	.6	.7
1958: January.....	167.7	92.0	75.6	57.7	17.9	30.6	18.7	.6	.5
February.....	168.6	92.1	76.5	58.3	18.2	30.4	18.4	.6	.2
March.....	171.4	93.0	78.4	59.6	18.9	31.0	18.1	.6	.1
April.....	175.6	93.5	82.1	62.8	19.3	30.2	17.8	.6	.1
May.....	175.4	92.9	82.5	63.1	19.4	29.8	17.6	.7	.1
June.....	179.9	95.6	84.3	64.2	20.1	30.4	18.0	.6	.1
July.....	177.6	93.6	84.0	64.1	19.9	29.5	18.0	.7	.1
August.....	180.0	93.8	86.2	66.1	20.2	29.9	17.9	.6	.3
September.....	179.5	94.2	85.3	64.7	20.6	30.2	17.9	.6	.5
October ⁴	181.4	94.9	86.5	66.0	20.5	30.3	18.0	.5	.4
November ⁴	183.6	96.0	87.6	67.3	20.3	30.6	18.0	.5	.5
December ⁴	184.6	98.0	86.6	66.2	20.4	31.4	18.4	.5	.6
1959: January ⁴	185.1	97.6	87.6	67.2	20.3	30.3	18.4	.5	.6

¹ Member banks include, besides all national banks, those State banks that have taken membership in the Federal Reserve System.

² Commercial, industrial, and agricultural loans.

³ Averages of daily figures on balances and borrowings during the period.

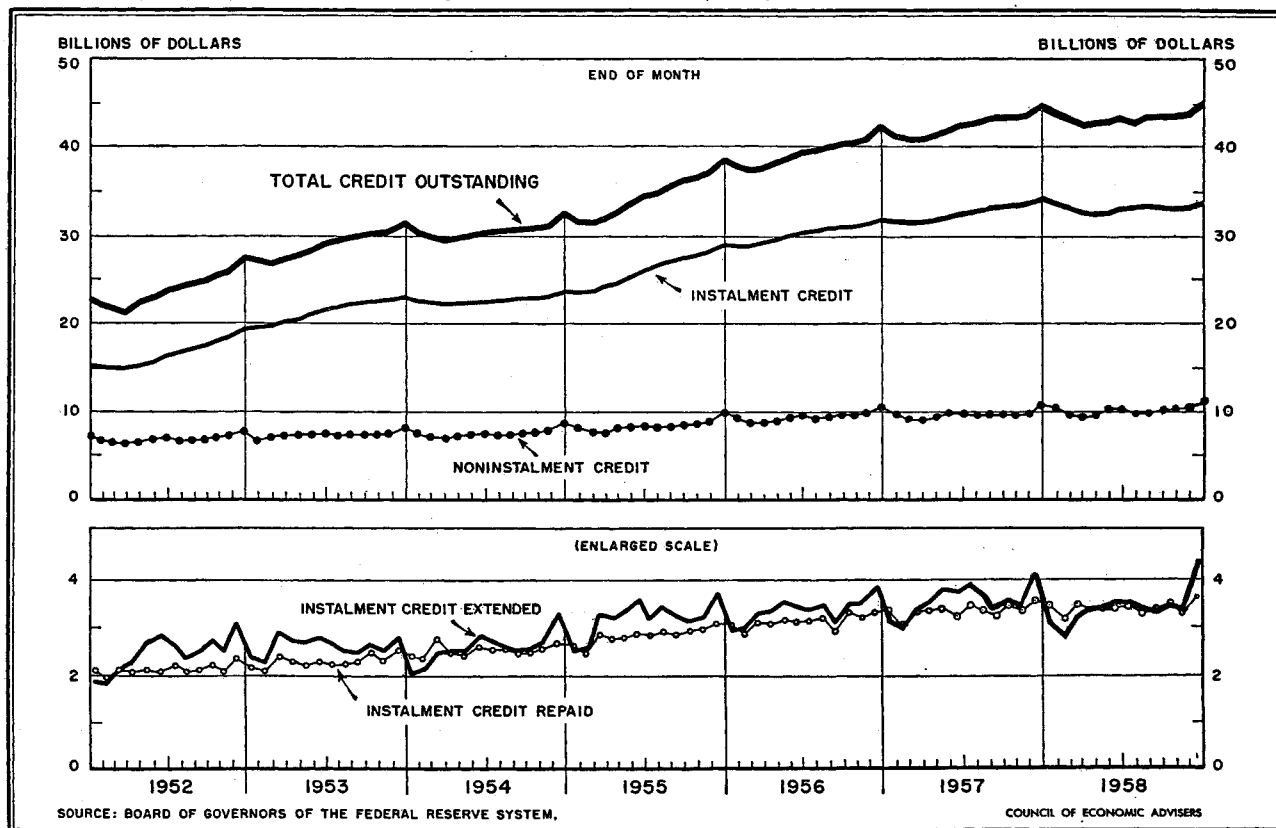
⁴ Preliminary estimates; January 1959 not charted.

NOTE.—Beginning January 1959, data include all banks in Alaska (one previously included). Hence January declines are understated and increases are overstated. Detail will not necessarily add to totals because of rounding.

Source: Board of Governors of the Federal Reserve System.

CONSUMER CREDIT

In December, consumer credit outstanding increased \$1.6 billion, compared to about \$1.3 billion in December 1957.



[Millions of dollars]

End of period	Total consumer credit outstanding	Instalment credit outstanding					Noninstalment credit outstanding		Instalment credit extended ³	Instalment credit repaid ³
		Total	Auto-mobile paper ¹	Other consumer goods paper ¹	Repair and modernization loans ²	Personal loans	Total	Charge accounts		
1948-----	14,398	8,996	3,018	2,901	853	2,224	5,402	2,673	15,585	13,284
1949-----	17,305	11,590	4,555	3,706	898	2,431	5,715	2,795	18,108	15,514
1951-----	22,617	15,294	5,972	4,880	1,085	3,357	7,323	3,605	23,576	22,985
1952-----	27,401	19,403	7,733	6,174	1,385	4,111	7,998	4,011	29,514	25,405
1953-----	31,243	23,005	9,835	6,779	1,610	4,781	8,238	4,124	31,558	27,956
1954-----	32,292	23,568	9,809	6,751	1,616	5,392	8,724	4,308	31,051	30,488
1955-----	38,670	28,958	13,472	7,634	1,689	6,163	9,712	4,579	39,039	33,649
1956-----	42,097	31,827	14,459	8,510	1,895	6,963	10,270	4,735	40,063	37,194
1957-----	44,774	34,095	15,409	8,692	2,091	7,903	10,679	4,829	42,426	40,158
1958-----	45,065	33,865	14,131	9,007	2,145	8,582	11,200	5,018	40,497	40,727
1957: November	43,438	33,566	15,459	8,289	2,095	7,723	9,872	4,147	3,428	3,346
December	44,774	34,095	15,409	8,692	2,091	7,903	10,679	4,829	4,088	3,559
1958: January	43,904	33,713	15,235	8,495	2,069	7,914	10,191	4,290	3,088	3,470
February	43,017	33,278	15,030	8,277	2,041	7,930	9,739	3,754	2,742	3,177
March	42,500	32,940	14,793	8,179	2,019	7,949	9,560	3,579	3,156	3,494
April	42,617	32,888	14,691	8,124	2,017	8,056	9,729	3,772	3,335	3,387
May	42,985	32,910	14,613	8,158	2,038	8,101	10,075	4,010	3,371	3,349
June	43,079	33,008	14,590	8,190	2,048	8,180	10,071	4,012	3,477	3,379
July	42,923	33,074	14,567	8,197	2,061	8,249	9,849	3,927	3,483	3,417
August	43,128	33,165	14,514	8,254	2,091	8,306	9,963	3,956	3,385	3,294
September	43,144	33,079	14,332	8,312	2,107	8,328	10,065	4,033	3,297	3,383
October	43,164	33,052	14,164	8,411	2,128	8,349	10,112	4,191	3,475	3,502
November	43,464	33,126	14,066	8,528	2,146	8,386	10,338	4,297	3,338	3,264
December	45,065	33,865	14,131	9,007	2,145	8,582	11,200	5,018	4,350	3,611

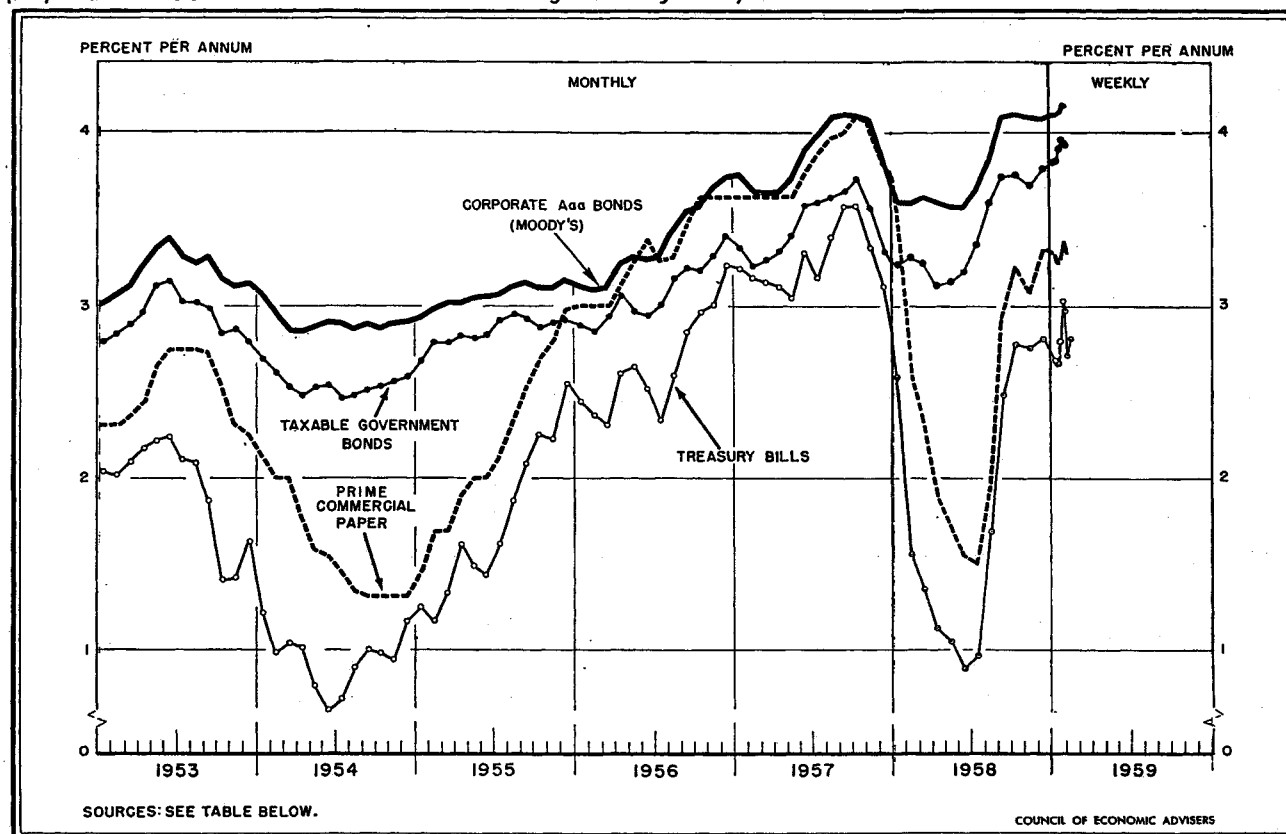
¹ Includes all consumer credit extended for the purpose of purchasing automobiles and other consumer goods and secured by the items purchased.
² Includes only such loans held by financial institutions; those held by retail outlets are included in "other consumer goods paper."

³ Credit extended or repaid during the period.

Source: Board of Governors of the Federal Reserve System.

BOND YIELDS AND INTEREST RATES

Rates on Treasury bills declined somewhat in early February after rising in late January. Yields on corporate, municipal, and U.S. Government bonds increased during most of January.



Period	U. S. Government security yields		High-grade municipal bonds (Standard & Poor's) ³	Corporate bonds (Moody's)		Prime commercial paper, 4-6 months
	3-month Treasury bills ¹	Taxable bonds ²		Aaa	Baa	
1952.....	1.766	2.68	2.19	2.96	3.52	2.33
1953.....	1.931	2.94	2.72	3.20	3.74	2.52
1954.....	.953	2.55	2.37	2.90	3.51	1.58
1955.....	1.753	2.84	2.53	3.06	3.53	2.18
1956.....	2.658	3.08	2.93	3.36	3.88	3.31
1957.....	3.267	3.47	3.60	3.89	4.71	3.81
1958.....	1.839	3.43	3.56	3.79	4.73	2.46
1958: January.....	2.598	3.24	3.32	3.60	4.83	3.49
February.....	1.562	3.28	3.37	3.59	4.66	2.63
March.....	1.354	3.25	3.45	3.63	4.68	2.33
April.....	1.126	3.12	3.31	3.60	4.67	1.90
May.....	1.046	3.14	3.25	3.57	4.62	1.71
June.....	.881	3.20	3.26	3.57	4.55	1.54
July.....	.962	3.36	3.45	3.67	4.53	1.50
August.....	1.686	3.60	3.74	3.85	4.67	1.96
September.....	2.484	3.75	3.96	4.09	4.87	2.93
October.....	2.793	3.76	3.94	4.11	4.92	3.23
November.....	2.756	3.70	3.84	4.09	4.87	3.08
December.....	2.814	3.80	3.84	4.08	4.85	3.33
1959: January.....	2.837	3.91	3.87	4.12	4.87	3.30
Week ended:						
1959: January 3.....	2.690	3.83	3.86	4.10	4.87	3.31
10.....	2.678	3.84	3.86	4.09	4.85	3.25
17.....	2.808	3.91	3.85	4.11	4.86	3.25
24.....	3.035	3.97	3.87	4.12	4.88	3.33
31.....	2.975	3.94	3.90	4.16	4.90	3.38
February 7.....	2.721	3.93	3.90	4.15	4.90	3.30
14.....	2.810	⁴ 3.92	3.86	⁴ 4.14	4.90	⁴ 3.25

¹ Rate on new issues within period.

² First issued in 1941. Series includes: October 1941-March 1952, bonds due or callable after 15 years; April 1952-March 1953, bonds due or callable after 12 years; April 1953 to date, bonds due or callable 10 years and after.

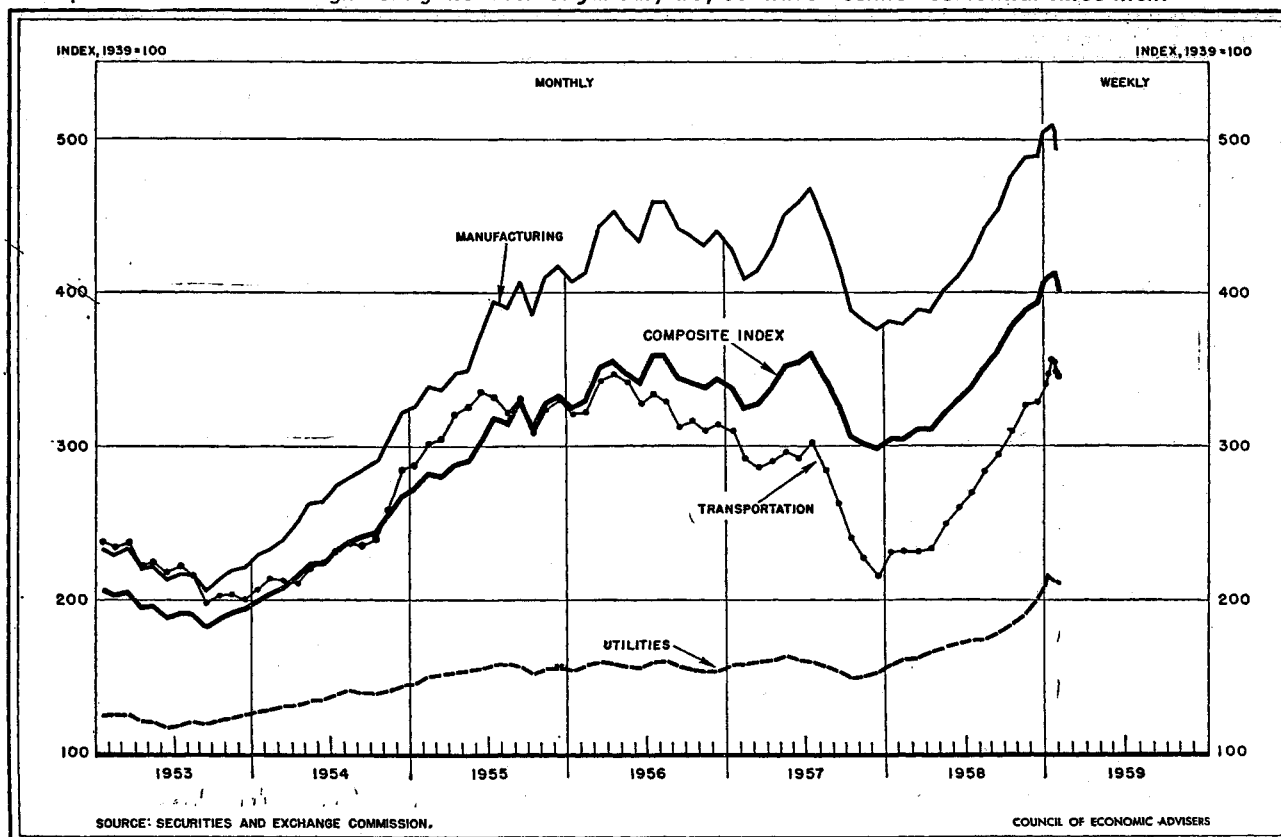
³ Weekly data are Wednesday figures.

⁴ Not charted.

Sources: Treasury Department and Board of Governors of the Federal Reserve System (except as noted).

STOCK PRICES

Stock prices reached a new high during the week of January 23, but have declined somewhat since then.



[1939=100]

Period	Com- posite index ¹	Manufacturing			Trans- portation	Utilities	Trade, finance, and service	Mining
		Total	Durable goods	Nondura- ble goods				
Weekly average:								
1949.....	127. 7	132. 1	116. 0	147. 2	136. 0	98. 1	160. 7	129. 4
1951.....	184. 9	206. 8	178. 5	233. 1	199. 0	112. 6	207. 9	204. 9
1952.....	195. 0	220. 2	188. 8	249. 3	220. 6	117. 9	206. 0	275. 7
1953.....	193. 3	220. 1	192. 6	245. 2	218. 7	121. 5	207. 1	240. 5
1954.....	229. 8	271. 3	245. 2	295. 2	232. 6	135. 8	235. 6	267. 0
1955.....	304. 6	374. 4	352. 4	394. 4	320. 0	152. 9	296. 9	312. 9
1956.....	345. 0	438. 6	409. 8	465. 1	327. 1	155. 8	306. 3	357. 5
1957.....	331. 4	422. 1	391. 2	450. 7	275. 4	156. 0	277. 5	342. 4
1958.....	340. 9	426. 4	385. 3	458. 0	270. 2	173. 3	314. 5	313. 8
1958: January.....	304. 7	381. 6	346. 6	413. 6	230. 2	157. 8	269. 7	272. 1
February.....	304. 0	378. 1	345. 8	407. 7	231. 3	160. 5	277. 5	266. 8
March.....	310. 8	388. 2	351. 6	421. 6	230. 6	161. 7	283. 4	283. 2
April.....	311. 9	387. 4	339. 8	425. 7	233. 1	165. 7	285. 6	287. 0
May.....	322. 9	401. 4	353. 2	438. 4	249. 0	168. 9	301. 0	300. 1
June.....	330. 6	411. 7	362. 2	449. 6	259. 2	171. 3	305. 1	318. 9
July.....	339. 2	423. 6	376. 5	458. 9	268. 8	173. 4	311. 9	330. 7
August.....	351. 7	442. 0	399. 4	472. 9	282. 6	173. 9	324. 6	341. 1
September.....	360. 5	452. 9	412. 9	481. 1	292. 2	177. 5	337. 2	340. 6
October.....	376. 4	474. 2	437. 2	499. 2	310. 6	183. 4	345. 5	343. 9
November.....	387. 8	487. 4	448. 0	514. 3	327. 0	189. 8	361. 9	341. 4
December.....	392. 8	489. 8	451. 4	515. 6	329. 8	198. 7	374. 9	339. 0
1959: January.....	409. 9	507. 6	473. 6	529. 0	349. 9	212. 7	393. 6	348. 1
Week ended:								
1959: January 9.....	410. 0	506. 7	474. 2	526. 8	347. 5	216. 3	385. 5	343. 8
16.....	411. 1	508. 3	476. 6	527. 7	356. 3	213. 8	397. 9	341. 3
23.....	413. 2	511. 5	475. 5	534. 8	355. 9	212. 5	404. 8	360. 4
30.....	408. 4	504. 8	470. 0	527. 2	349. 3	212. 4	397. 2	350. 1
February 6.....	400. 1	492. 2	457. 8	514. 3	346. 0	211. 3	391. 6	350. 2
13 ²	400. 3	490. 7	458. 8	510. 5	346. 6	213. 6	399. 0	343. 0

¹ Includes 265 common stocks: 98 for durable goods manufacturing, 72 for nondurable goods manufacturing, 21 for transportation, 29 for utilities, 31 for trade, finance, and service, and 14 for mining. Indexes are for weekly closing prices.

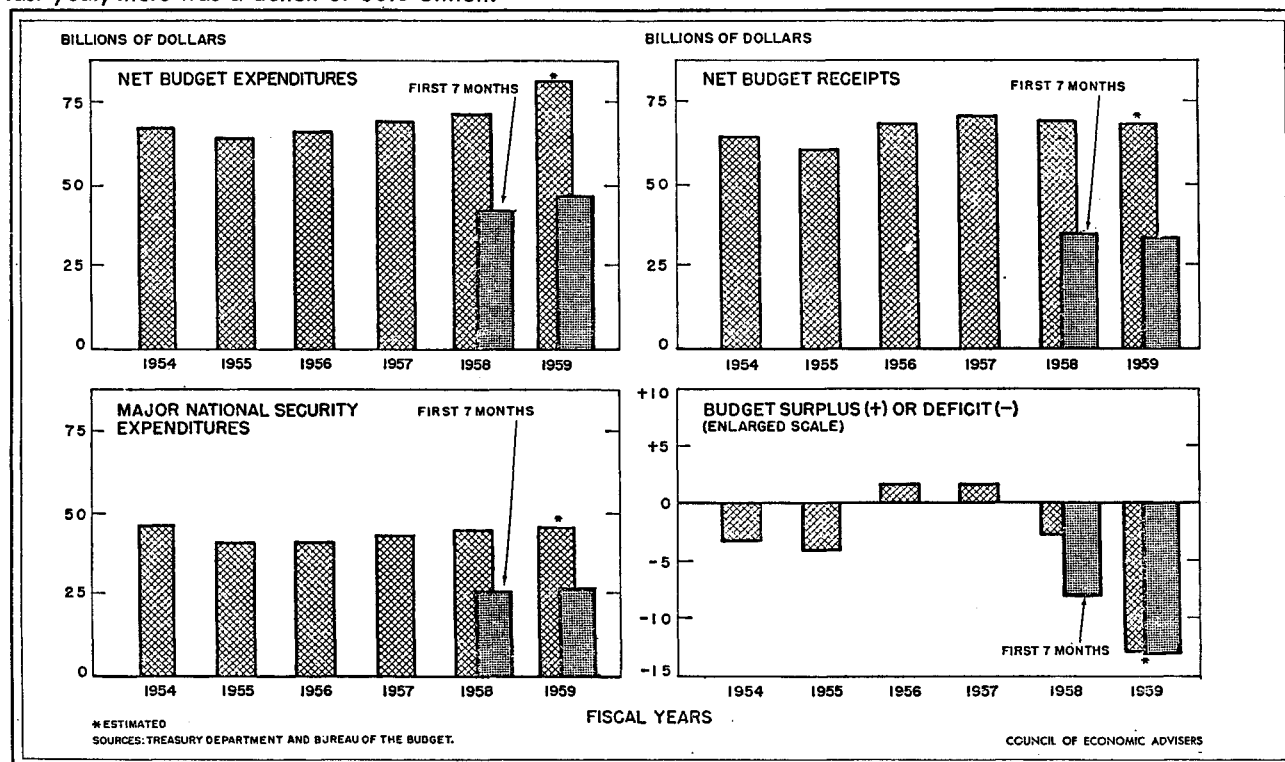
² Not charted.

Source: Securities and Exchange Commission.

FEDERAL FINANCE

BUDGET RECEIPTS AND EXPENDITURES

For the first 7 months of the current fiscal year there was a budget deficit of \$13.3 billion. For the same period of last year, there was a deficit of \$8.0 billion.



[Billions of dollars]

Period	Net budget receipts	Net budget expenditures			Budget surplus (+) or deficit (-)	Public debt (end of period) ²
		Total	Major national security ¹	Department of Defense military functions		
Fiscal year 1953	64.8	74.3	50.4	43.6	-0.4	266.1
Fiscal year 1954	64.7	67.8	46.9	40.3	-3.1	271.3
Fiscal year 1955	60.4	64.6	40.6	35.5	-4.2	274.4
Fiscal year 1956	68.2	66.5	40.6	35.8	+1.6	272.8
Fiscal year 1957	71.0	69.4	43.3	38.4	+1.6	270.6
Fiscal year 1958	69.1	71.9	44.1	39.1	-2.8	276.4
Fiscal year 1959 ³	68.0	80.9	46.1	40.8	-12.9	285.1
Fiscal year 1960 ³	77.1	77.0	45.8	40.9	+1.1	285.1
1957: December	6.0	5.8	3.7	3.3	+1.1	275.0
1958: January	4.8	6.0	3.7	3.1	-1.2	274.7
February	6.3	5.5	3.5	3.2	+1.8	274.8
March	9.5	5.7	3.6	3.1	+3.8	272.7
April	3.5	6.1	3.7	3.2	-2.6	275.2
May	4.9	5.8	3.7	3.2	-0.9	275.7
June	10.8	6.6	4.3	3.9	+4.2	276.4
July ⁴	2.9	6.6	3.8	3.2	-3.7	275.6
August ⁴	4.8	6.2	3.6	3.2	-1.4	278.6
September ⁴	7.2	6.6	3.9	3.5	+1.6	276.8
October ⁴	2.8	7.1	4.2	3.8	-4.4	280.3
November ⁴	5.0	6.2	3.6	3.2	-1.3	283.2
December ⁴	6.2	7.1	4.2	3.7	-0.9	283.0
1959: January ⁴	4.5	6.8	3.7	3.3	-2.2	285.9
Cumulative totals for first 7 months:						
Fiscal year 1958 ⁴	34.1	42.1	25.4	22.5	-8.0	274.7
Fiscal year 1959 ⁴	33.4	46.7	26.9	23.9	-13.3	285.9

¹ Includes military functions of Department of Defense, military assistance portion of the mutual security program, Atomic Energy Commission, stockpiling, and defense production expansion.

² Includes guaranteed securities, except those held by the Treasury. Not all of total shown is subject to statutory debt limitation.

³ Estimate.

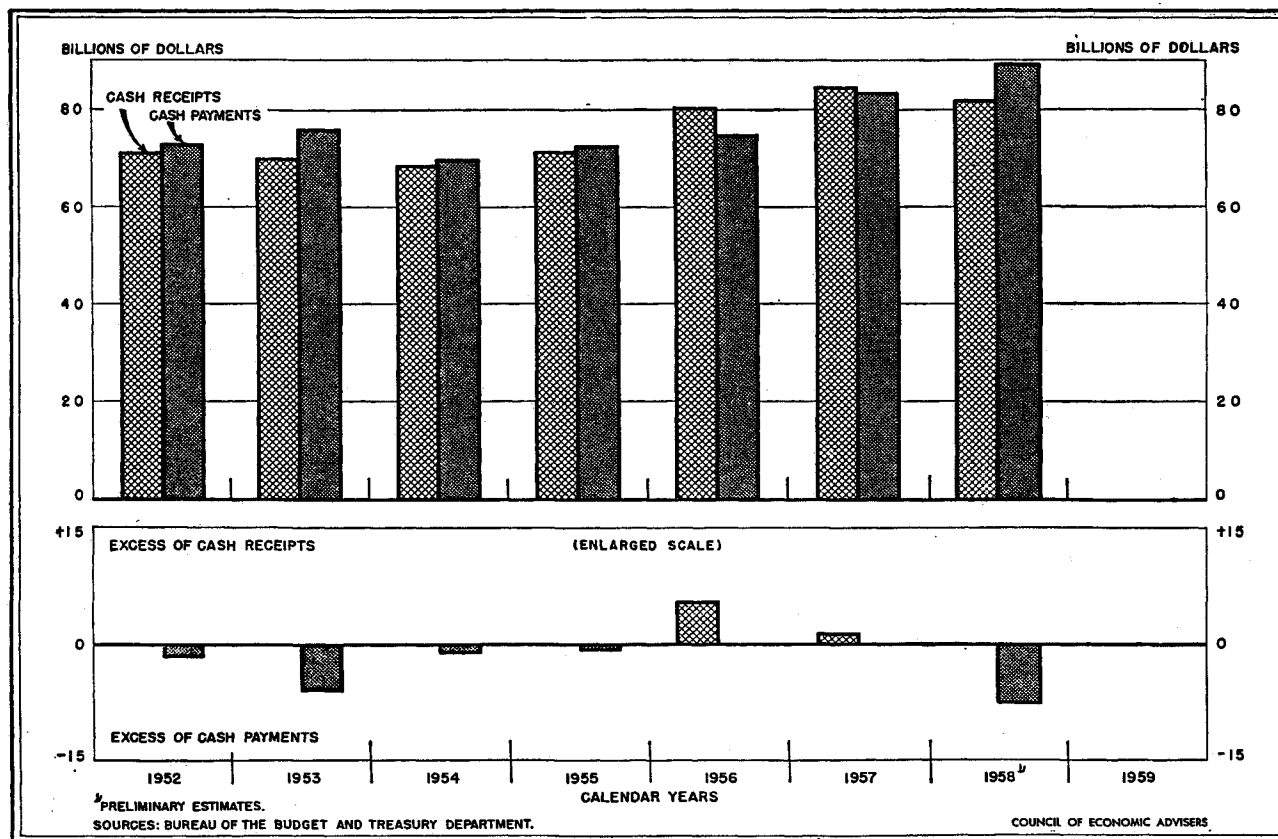
⁴ Preliminary.

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

Sources: Treasury Department and Bureau of the Budget.

CASH RECEIPTS FROM AND PAYMENTS TO THE PUBLIC

In the fourth quarter of the calendar year 1958, cash payments to the public exceeded cash receipts by \$7.3 billion. For the year as a whole the excess of payments was \$7.4 billion as compared to an excess of receipts of \$1.2 billion in 1957.



[Millions of dollars]

Period	Cash receipts from the public	Cash payments to the public	Excess of receipts (+) or payments (-)
Fiscal year total:			
1956	77,088	72,617	+4,471
1957	82,107	80,008	+2,099
1958	81,893	83,413	-1,520
1959 ¹	81,651	94,899	-13,248
1960 ¹	93,502	92,875	+626
Calendar year total:			
1955	71,448	72,188	-740
1956	80,330	74,807	+5,524
1957	84,520	83,326	+1,194
1958 ²	81,684	89,079	-7,395
Quarterly total, not adjusted for seasonal variation:			
1957: First quarter	24,617	19,814	+4,802
Second quarter	24,846	21,574	+3,273
Third quarter	18,653	21,099	-2,447
Fourth quarter	16,404	20,839	-4,435
1958: First quarter	23,618	19,626	+3,993
Second quarter	23,181	21,764	+1,416
Third quarter ²	18,274	23,791	-5,516
Fourth quarter ²	16,611	23,898	-7,286

¹ Estimate.

² Preliminary.

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

Sources: Bureau of the Budget and Treasury Department.