

FEDERAL RESERVE statistical release



JUN 22 1990

FEDERAL RESERVE BANK
OF PHILADELPHIA

FOR IMMEDIATE RELEASE
JUNE 18, 1990

E.2

SURVEY OF TERMS OF BANK LENDING MADE DURING MAY 7-11, 1990

TABLE 1
COMMERCIAL AND INDUSTRIAL LOANS MADE BY ALL COMMERCIAL BANKS 1/

LOAN CHARACTERISTICS	AMOUNT OF LOANS (\$1,000)	AVERAGE SIZE (\$1,000)	WEIGHTED AVERAGE MATURITY 2/	LOAN RATE (PERCENT)			PERCENTAGE OF AMOUNT OF LOANS MADE UNDER:		MOST COMMON BASE PRICING RATE 6/
				WEIGHTED AVERAGE EFFECTIVE 3/	STANDARD ERROR 4/	INTER- QUARTILE RANGE 5/	COMMITMENT	PARTICIPATION	
DAYS									
1. ALL C & I LOANS									
OVERNIGHT 7/	12,476,765	6,754	*	9.19	0.06	8.80-9.47	65.4	8.7	FED FUNDS
ONE MONTH AND UNDER (EXCL OVERNIGHT)	7,033,812	736	16	9.63	0.13	9.00-9.94	82.0	21.4	OTHER
-FIXED RATE	4,843,216	1,063	16	9.56	0.07	9.00-9.80	79.9	28.3	OTHER
-FLOATING RATE	2,190,596	438	15	9.78	0.28	9.01-10.31	86.8	6.0	DOMESTIC
OVER ONE MONTH AND UNDER A YEAR	10,853,112	144	117	10.45	0.18	9.37-11.57	75.6	20.3	PRIME
-FIXED RATE	5,991,956	173	83	10.06	0.20	9.24-10.95	72.3	27.2	FOREIGN
-FLOATING RATE	4,861,157	119	159	10.94	0.18	9.95-11.87	79.6	11.7	PRIME
DEMAND 8/	12,849,791	198	*	10.51	0.13	9.31-11.57	81.4	9.0	PRIME
-FIXED RATE	2,103,986	295	*	9.48	0.14	8.84-10.13	74.7	19.6	DOMESTIC
-FLOATING RATE	10,745,805	186	*	10.71	0.14	9.87-11.63	82.7	6.9	PRIME
TOTAL UNDER ONE YEAR	43,213,481	284	46	9.97	0.15	8.98-10.64	75.4	13.8	PRIME
-FIXED RATE									
BY SIZE (\$1,000)	25,415,658	528	25	9.49	0.09	8.91-9.80	70.6	17.7	FED FUNDS
1-24	255,737	7	119	12.34	0.18	11.63-13.03	30.9	0.1	PRIME
25-49	111,594	33	108	11.54	0.13	10.52-12.50	33.2	0.1	PRIME
50-99	188,104	63	164	11.74	0.23	10.79-12.75	44.8	0.4	PRIME
100-499	455,028	208	133	9.69	0.33	9.44-11.52	61.3	3.9	PRIME
500-999	482,145	693	46	9.46	0.20	7.75-10.50	56.6	7.1	OTHER
1000+	23,923,050	7,364	21	9.43	0.04	8.91-9.69	71.8	18.6	FED FUNDS
-FLOATING RATE									
BY SIZE (\$1,000)	17,797,824	171	114	10.66	0.16	9.47-11.63	82.3	8.1	PRIME
1-24	495,087	10	171	12.19	0.08	11.57-12.75	75.2	2.0	PRIME
25-49	519,633	34	155	11.90	0.06	11.30-12.68	82.9	2.3	PRIME
50-99	944,865	67	158	11.78	0.07	11.02-12.19	85.1	3.4	PRIME
100-499	3,469,881	198	159	11.43	0.06	10.52-12.13	83.9	6.8	PRIME
500-999	1,739,135	646	187	11.08	0.09	10.47-11.57	84.2	10.1	PRIME
1000+	10,629,223	4,247	76	10.11	0.14	9.04-10.92	81.6	9.3	PRIME
			MONTHS						
TOTAL ONE YEAR AND OVER	4,879,449	231	44	11.08	0.13	10.38-12.01	71.3	13.8	PRIME
-FIXED RATE									
BY SIZE (\$1,000)	1,101,443	148	46	10.50	0.24	9.34-11.57	66.6	4.8	NONE
1-99	120,464	18	34	11.99	0.17	11.46-12.96	14.5	0.0	PRIME
100-499	164,633	267	67	11.56	0.24	11.35-12.40	58.7	5.2	NONE
500-999	81,750	762	76	11.39	0.33	10.47-12.52	36.9	27.4	PRIME
1000+	734,594	4,564	40	9.93	0.25	9.25-10.52	80.2	2.9	OTHER
-FLOATING RATE									
BY SIZE (\$1,000)	3,778,007	276	43	11.25	0.13	10.52-12.01	72.7	16.4	PRIME
1-99	259,014	29	40	12.05	0.08	11.46-12.75	47.6	3.6	PRIME
100-499	698,300	200	46	11.66	0.11	11.02-12.19	66.4	14.0	PRIME
500-999	491,127	700	37	11.14	0.08	10.47-11.63	69.3	12.6	PRIME
1000+	2,329,567	3,775	43	11.06	0.20	10.47-12.01	78.1	19.3	PRIME
			MONTHS						
2. LOANS MADE BELOW PRIME 11/									
OVERNIGHT 7/	11,989,002	8,931	*	9.12	8.73	10.00	64.3	9.0	
ONE MONTH AND UNDER (EXCL OVERNIGHT)	5,938,327	2,784	14	9.31	8.91	10.01	81.0	21.2	
OVER ONE MONTH AND UNDER A YEAR	5,582,471	691	91	9.37	9.00	10.12	75.5	28.9	
DEMAND 8/	4,627,334	1,008	*	9.11	8.79	10.05	69.6	12.7	
TOTAL UNDER ONE YEAR	28,137,134	1,743	26	9.21	8.83	10.03	70.9	16.1	
-FIXED RATE	21,770,974	2,337	19	9.18	8.81	10.02	69.0	18.5	
-FLOATING RATE	6,366,160	932	66	9.30	8.92	10.10	77.3	8.1	
			MONTHS						
TOTAL ONE YEAR AND OVER	1,329,863	575	43	9.76	9.40	10.55	82.0	31.4	
-FIXED RATE	584,098	516	36	9.36	9.10	10.10	81.9	8.9	
-FLOATING RATE	745,765	632	48	10.07	9.63	10.91	82.0	49.1	

SURVEY OF TERMS OF BANK LENDING MADE DURING MAY 7-11, 1990

TABLE 2
COMMERCIAL AND INDUSTRIAL LOANS MADE BY LARGE BANKS 1/

LOAN CHARACTERISTICS	AMOUNT OF LOANS (\$1,000)	AVERAGE SIZE (\$1,000)	WEIGHTED AVERAGE MATURITY 2/	LOAN RATE (PERCENT)			PERCENTAGE OF AMOUNT OF LOANS MADE UNDER:		MOST COMMON BASE PRICING RATE 6/	
				WEIGHTED AVERAGE EFFECTIVE 3/	STANDARD ERROR 4/	INTER- QUARTILE RANGE 5/	COMMITMENT	PARTICIPATION		
			DAYS							
1. ALL C & I LOANS										
OVERNIGHT 7/	11,620,858	8,671	x	9.19	0.07	8.80-9.54	63.6	9.3	FED FUNDS	
ONE MONTH AND UNDER (EXCL OVERNIGHT)	5,222,770	3,176	16	9.52	0.11	8.86-9.80	79.3	26.1	DOMESTIC	
-FIXED RATE	3,458,240	5,207	17	9.55	0.09	8.86-9.88	75.3	37.2	FOREIGN	
-FLOATING RATE	1,764,530	1,800	14	9.45	0.29	8.83-9.72	87.2	4.3	DOMESTIC	
OVER ONE MONTH AND UNDER A YEAR	6,675,842	1,077	90	10.13	0.15	9.27-10.92	81.1	26.6	FOREIGN	
-FIXED RATE	4,534,940	3,475	71	9.97	0.20	9.24-10.59	77.1	32.8	FOREIGN	
-FLOATING RATE	2,140,901	437	130	10.46	0.10	9.43-11.56	89.5	13.4	PRIME	
DEMAND 8/	7,612,207	441	x	10.28	0.17	9.09-11.16	74.4	11.2	PRIME	
-FIXED RATE	1,196,682	771	x	9.39	0.22	8.49-10.00	66.5	32.0	DOMESTIC	
-FLOATING RATE	6,415,525	408	x	10.45	0.19	9.20-11.49	75.9	7.3	PRIME	
TOTAL UNDER ONE YEAR	31,131,687	1,177	30	9.71	0.08	8.94-10.38	72.6	16.3	FED FUNDS	
-FIXED RATE										
BY SIZE (\$1,000)	20,810,465	4,283	20	9.43	0.09	8.91-9.69	68.7	20.4	FED FUNDS	
1-24	8,667	10	121	11.55	0.23	11.00-12.00	30.9	1.3	PRIME	
25-49	11,422	34	112	11.21	0.21	10.50-12.00	35.0	1.2	PRIME	
50-99	18,517	67	86	11.12	0.30	10.96-11.63	49.8	2.7	PRIME	
100-499	150,105	232	60	10.44	0.21	9.65-11.07	68.3	5.8	PRIME	
500-999	200,451	676	23	10.10	0.18	9.48-10.53	83.8	10.8	NONE	
1000+	20,421,302	8,355	20	9.42	0.08	8.90-9.69	68.6	20.6	FED FUNDS	
-FLOATING RATE										
BY SIZE (\$1,000)	10,321,222	478	77	10.28	0.13	9.11-11.07	80.6	8.1	PRIME	
1-24	79,402	11	161	11.82	0.07	11.02-12.68	84.9	0.9	PRIME	
25-49	111,098	34	152	11.74	0.07	11.02-12.40	89.3	1.1	PRIME	
50-99	220,298	67	146	11.56	0.08	10.75-12.13	90.6	1.5	PRIME	
100-499	1,096,644	202	141	11.19	0.05	10.47-11.63	92.0	5.1	PRIME	
500-999	635,033	650	158	10.91	0.02	10.47-11.46	91.7	8.1	PRIME	
1000+	8,178,724	5,222	64	10.04	0.17	9.03-10.75	77.8	8.8	PRIME	
			MONTHS							
TOTAL ONE YEAR AND OVER	2,527,128	786	43	10.88	0.14	10.14-11.98	91.3	6.2	PRIME	
-FIXED RATE										
BY SIZE (\$1,000)	509,771	1,096	41	10.00	0.33	8.93-10.65	80.9	1.4	FOREIGN	
1-99	8,079	31	50	11.87	0.14	10.70-12.75	28.5	0.0	NONE	
100-499	19,183	244	53	10.93	0.43	10.47-11.57	36.6	7.9	NONE	
500-999	22,096	755	41	10.73	0.35	10.21-11.57	88.9	10.8	FOREIGN	
1000+	460,412	4,897	41	9.90	0.35	8.80-10.14	83.2	0.8	FOREIGN	
-FLOATING RATE										
BY SIZE (\$1,000)	2,017,358	734	44	11.10	0.12	10.47-12.01	93.9	7.4	PRIME	
1-99	38,758	38	38	11.82	0.10	10.94-12.47	85.9	8.8	PRIME	
100-499	224,672	228	39	11.40	0.04	10.52-12.01	89.6	13.2	PRIME	
500-999	232,072	686	41	11.09	0.09	10.47-11.57	89.6	10.8	PRIME	
1000+	1,521,856	3,803	45	11.04	0.21	10.47-12.01	95.4	5.9	PRIME	
			DAYS	LOAN RATE (PERCENT)			PRIME RATE 10/			
				EFFECTIVE 3/	NOMINAL 9/					
2. LOANS MADE BELOW PRIME 11/										
OVERNIGHT 7/	11,150,963	9,811	x	9.13	8.74	10.00	62.3	9.7		
ONE MONTH AND UNDER (EXCL OVERNIGHT)	4,542,416	6,373	14	9.26	8.87	10.00	77.3	24.9		
OVER ONE MONTH AND UNDER A YEAR	4,211,408	4,427	80	9.40	9.03	10.00	77.4	33.4		
DEMAND 8/	3,354,839	3,566	x	9.07	8.77	10.00	60.6	14.9		
TOTAL UNDER ONE YEAR	23,259,626	6,217	21	9.19	8.82	10.00	67.7	17.7		
-FIXED RATE	18,327,924	7,005	17	9.20	8.82	10.00	66.1	21.0		
-FLOATING RATE	4,931,702	4,384	46	9.17	8.80	10.00	73.9	5.7		
			MONTHS							
TOTAL ONE YEAR AND OVER	662,359	3,552	37	9.30	9.03	10.00	89.2	6.4		
-FIXED RATE	361,634	3,601	33	9.27	9.10	10.00	80.4	9.4		
-FLOATING RATE	300,726	3,496	42	9.33	8.95	10.00	99.8	2.8		

SEE LAST PAGE FOR FOOTNOTES

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SURVEY OF TERMS OF BANK LENDING MADE DURING MAY 7-11, 1990

TABLE 3
COMMERCIAL AND INDUSTRIAL LOANS MADE BY OTHER BANKS 1/

LOAN CHARACTERISTICS	AMOUNT OF LOANS (\$1,000)	AVERAGE SIZE (\$1,000)	WEIGHTED AVERAGE MATURITY 2/ DAYS	LOAN RATE (PERCENT)			PERCENTAGE OF AMOUNT OF LOANS MADE UNDER:		MOST COMMON BASE PRICING RATE 6/
				WEIGHTED AVERAGE EFFECTIVE 3/	STANDARD ERROR 4/	INTER- QUANTILE RANGE 5/	COMMITMENT	PARTICIPATION	
1. ALL C & I LOANS									
OVERNIGHT 7/	855,897	1,683	*	9.10	0.08	8.86-9.24	89.4	0.0	DOMESTIC
ONE MONTH AND UNDER (EXCL OVERNIGHT)	1,811,042	229	14	9.94	0.19	9.27-10.48	89.9	7.8	OTHER
-FIXED RATE	1,384,976	356	12	9.57	0.12	9.13-9.59	91.3	6.2	OTHER
-FLOATING RATE	426,066	106	20	11.14	0.26	10.48-12.19	85.1	13.0	PRIME
OVER ONE MONTH AND UNDER A YEAR	4,177,271	60	159	10.97	0.24	10.25-12.13	66.7	10.1	PRIME
-FIXED RATE	1,457,015	44	118	10.33	0.34	9.35-11.84	57.0	9.7	OTHER
-FLOATING RATE	2,720,255	75	182	11.32	0.25	10.47-12.19	71.9	10.3	PRIME
DEMAND 8/	5,237,584	110	*	10.83	0.13	10.38-11.63	91.4	5.9	PRIME
-FIXED RATE	907,305	163	*	9.61	0.16	9.06-10.47	85.5	3.1	OTHER
-FLOATING RATE	4,330,280	103	*	11.09	0.08	10.47-11.85	92.7	6.5	PRIME
TOTAL UNDER ONE YEAR	12,081,794	96	101	10.62	0.10	9.40-11.63	82.5	7.2	PRIME
-FIXED RATE	4,605,193	106	51	9.73	0.13	9.03-10.47	79.0	5.6	OTHER
BY SIZE (\$1,000)	247,070	7	119	12.37	0.14	11.68-13.09	30.9	0.0	PRIME
1-24	100,172	33	108	11.58	0.18	10.52-12.50	33.0	0.0	PRIME
25-49	169,588	62	167	11.80	0.26	10.79-12.75	44.3	0.1	PRIME
50-99	304,922	198	159	9.32	0.63	9.27-11.78	57.8	3.0	OTHER
100-499	281,693	707	59	9.01	0.37	7.75-10.14	37.2	4.4	OTHER
500-999	3,501,748	4,355	27	9.49	0.04	9.01-9.62	90.6	6.7	OTHER
1000+									
-FLOATING RATE	7,476,602	91	160	11.17	0.10	10.47-12.04	84.7	8.2	PRIME
BY SIZE (\$1,000)	415,685	9	172	12.26	0.08	11.57-12.75	73.4	2.2	PRIME
1-24	408,535	34	156	11.94	0.07	11.46-12.68	81.2	2.6	PRIME
25-49	724,567	66	161	11.85	0.07	11.07-12.40	83.5	4.0	PRIME
50-99	2,373,237	196	164	11.54	0.05	10.79-12.19	80.2	7.6	PRIME
100-499	1,104,080	643	198	11.17	0.17	10.47-11.63	79.8	11.2	PRIME
500-999	2,450,499	2,617	124	10.32	0.21	9.18-11.02	94.0	10.8	PRIME
1000+									
MONTHS									
TOTAL ONE YEAR AND OVER	2,352,321	131	44	11.30	0.16	10.52-12.13	49.9	21.9	PRIME
-FIXED RATE	591,672	85	50	10.94	0.31	9.53-12.06	54.3	7.6	OTHER
BY SIZE (\$1,000)	112,385	18	33	12.00	0.34	11.46-12.96	13.5	0.0	PRIME
1-99	145,450	271	68	11.64	0.25	11.35-12.68	61.6	4.8	NONE
100-499	59,654	764	88	11.64	0.47	10.92-13.24	17.7	33.5	PRIME
500-999	274,182	4,096	40	9.98	0.39	9.34-10.52	75.1	6.6	OTHER
1000+									
-FLOATING RATE	1,760,649	161	41	11.42	0.20	10.86-12.13	48.4	26.7	PRIME
BY SIZE (\$1,000)	220,256	28	41	12.09	0.09	11.50-12.75	40.9	2.7	PRIME
1-99	473,628	189	49	11.78	0.20	11.07-12.19	55.4	14.4	PRIME
100-499	259,055	712	33	11.18	0.15	10.52-11.63	51.1	14.2	PRIME
500-999	807,711	3,724	40	11.10	0.33	10.47-11.57	45.6	44.6	PRIME
1000+									
DAYS									
LOAN RATE (PERCENT)									
				EFFECTIVE 3/	NOMINAL 9/	PRIME RATE 10/			
2. LOANS MADE BELOW PRIME 11/									
OVERNIGHT 7/	838,040	4,071	*	9.05	8.66	10.00	89.8	0.0	
ONE MONTH AND UNDER (EXCL OVERNIGHT)	1,395,911	983	11	9.47	9.06	10.06	93.0	9.2	
OVER ONE MONTH AND UNDER A YEAR	1,371,063	192	127	9.28	8.91	10.49	69.6	15.2	
DEMAND 8/	1,272,494	349	*	9.24	8.85	10.19	93.2	6.7	
TOTAL UNDER ONE YEAR	4,877,508	393	53	9.28	8.89	10.20	85.9	8.7	
-FIXED RATE	3,443,049	514	31	9.10	8.72	10.11	84.7	5.3	
-FLOATING RATE	1,434,458	252	131	9.73	9.32	10.44	89.0	16.7	
MONTHS									
TOTAL ONE YEAR AND OVER	667,503	314	49	10.21	9.76	11.10	74.8	56.3	
-FIXED RATE	222,464	216	42	9.50	9.10	10.25	84.4	8.1	
-FLOATING RATE	445,039	407	53	10.57	10.10	11.52	69.9	80.4	

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Table 4

LOANS TO FARMERS

	Size class of loans (thousands)						
	all sizes	\$1-9	\$10-24	\$25-49	\$50-99	\$100-249	\$250 and over
ALL BANKS							
Amount of loans (thousands)	\$1,205,164	\$134,100	\$164,734	\$141,636	\$139,673	\$144,669	\$480,352
Number of loans	56,179	36,759	11,447	4,212	2,179	1,056	526
Weighted average maturity (months) ²	13.8	8.7	12.9	14.1	15.1	19.2	13.7
Weighted average interest rate (%) ³	11.79	12.45	12.30	12.06	12.14	11.69	11.29
Standard error ⁴	.37	.24	.25	.21	.18	.39	.64
Interquartile range ⁵	11.07-12.47	11.96-12.92	11.63-12.75	11.63-12.75	11.57-12.69	11.05-12.47	10.61-12.13
By purpose of loan:							
Feeder livestock	11.64	12.30	12.07	12.07	12.24	11.49	11.46
Other livestock	12.20	12.60	12.41	12.35	12.74	12.11	*
Other current operating expenses	11.97	12.42	12.35	11.93	12.02	11.64	11.06
Farm machinery and equipment	12.43	12.74	12.33	12.49	11.83	*	*
Farm real estate	12.00	12.01	11.95	12.06	11.50	11.91	*
Other	11.30	12.36	12.25	12.17	12.27	11.67	10.83
Percentage of amount of loans:							
With floating rates	73.6	55.4	62.9	66.5	60.5	80.6	86.1
Made under commitment	71.6	60.9	63.5	56.9	61.3	72.9	84.3
By purpose of loan:							
Feeder livestock	25.4	7.4	10.0	13.4	21.7	19.1	42.3
Other livestock	5.6	10.0	6.5	2.9	8.4	11.8	*
Other current operating expenses	39.5	68.5	65.6	52.7	48.8	44.7	14.2
Farm machinery and equipment	3.8	8.6	7.3	11.0	1.9	*	*
Farm real estate	7.5	1.3	3.7	7.3	4.6	4.4	*
Other	18.2	4.2	6.8	12.8	14.7	19.3	28.4
LARGE FARM LENDERS¹²							
Amount of loans (thousands)	\$688,060	\$24,324	\$40,626	\$42,369	\$55,026	\$88,939	\$436,776
Number of loans	11,923	6,114	2,743	1,241	831	591	403
Weighted average maturity (months) ²	9.5	8.0	10.4	10.8	9.3	9.3	9.4
Weighted average interest rate (%) ³	11.43	12.21	12.05	11.80	11.78	11.54	11.22
Standard error ⁴	.36	.22	.24	.12	.16	.06	.48
Interquartile range ⁵	10.75-12.13	11.57-12.75	11.46-12.68	11.25-12.36	11.31-12.19	10.92-12.00	10.56-12.13
By purpose of loan:							
Feeder livestock	11.46	12.11	12.00	11.75	11.88	11.54	11.37
Other livestock	11.64	12.56	12.27	12.38	12.26	12.26	*
Other current operating expenses	11.50	12.20	11.98	11.81	11.79	11.39	10.92
Farm machinery and equipment	11.98	12.53	12.11	11.84	11.80	*	*
Farm real estate	12.07	11.89	*	*	12.00	11.91	*
Other	11.03	12.17	12.34	11.71	11.42	11.48	10.83
Percentage of amount of loans:							
With floating rates	87.4	86.8	87.8	92.6	90.2	95.9	84.7
Made under commitment	84.0	84.7	82.0	84.4	82.7	85.8	84.0
By purpose of loan:							
Feeder livestock	33.5	12.0	14.6	25.4	24.8	27.9	39.5
Other livestock	3.2	4.2	5.4	2.6	3.0	5.5	*
Other current operating expenses	26.6	68.8	64.1	47.3	49.9	36.5	13.8
Farm machinery and equipment	1.3	2.5	3.5	4.3	2.4	*	*
Farm real estate	9.4	1.5	*	*	4.4	7.1	*
Other	26.1	11.0	11.0	18.4	15.6	21.9	31.2
OTHER BANKS¹²							
Amount of loans (thousands)	\$517,104	\$109,776	\$124,108	\$99,267	\$84,647	\$55,730	*
Number of loans	44,256	30,645	8,704	2,971	1,348	465	*
Weighted average maturity (months) ²	17.1	8.8	13.5	15.0	17.4	28.3	*
Weighted average interest rate (%) ³	12.28	12.50	12.39	12.18	12.37	11.92	*
Standard error ⁴	.06	.08	.05	.17	.06	.38	*
Interquartile range ⁵	11.63-12.75	12.05-13.03	11.81-12.75	11.70-12.82	11.73-12.96	11.35-12.75	*
By purpose of loan:							
Feeder livestock	12.16	12.38	12.10	*	*	*	*
Other livestock	12.46	12.60	12.45	*	*	*	*
Other current operating expenses	12.27	12.47	12.47	11.98	12.18	11.90	*
Farm machinery and equipment	12.54	12.76	12.36	12.58	*	*	*
Farm real estate	11.81	*	11.93	*	*	*	*
Other	12.48	12.54	12.18	*	*	*	*
Percentage of amount of loans:							
With floating rates	55.3	48.5	54.8	55.3	41.2	*	*
Made under commitment	55.1	55.6	57.5	45.2	47.4	*	*
By purpose of loan:							
Feeder livestock	14.7	6.3	8.5	*	*	*	*
Other livestock	8.9	11.3	6.9	*	*	*	*
Other current operating expenses	56.6	68.4	66.1	55.0	48.0	57.7	*
Farm machinery and equipment	7.1	10.0	8.5	13.8	*	*	*
Farm real estate	5.0	*	4.5	*	*	*	*
Other	7.8	2.7	5.5	*	*	*	*

See last page for notes to tables
Fewer than 10 sample loans

NOTES

The survey of Terms of Bank Lending to Business collects data on gross loan extensions made during the first full business week in the mid-month of each quarter by a sample of 340 commercial banks of all sizes. A sample of 250 banks reports loans to farmers. The sample data are blown up to estimate the lending terms at all insured commercial banks during that week. The estimated terms of bank lending are not intended for use in collecting the terms of loans extended over the entire quarter or residing in the portfolios of those banks. Mortgage loans, purchased loans, foreign loans, and loans of less than \$1,000 are excluded from the survey.

1. As of December 31, 1988, assets of most of the large banks were at least \$6.0 billion. For all insured banks, total assets averaged \$220 million.
2. Average maturities are weighted by loan size and exclude demand loans.
3. Effective (compounded) annual interest rates are calculated from the stated rate and other terms of the loan and weighted by loan size.
4. The chances are about 2 out of 3 that the average rate shown would differ by less than this amount from the average rate that would be found by a complete survey of lending at all banks.
5. The interquartile range shows the interest rate range that encompasses the middle fifty percent of the total dollar amount of loans made.
6. The most common base rate is that rate used to price the largest dollar volume of loans. Base pricing rates include the prime rate (sometimes referred to as a bank's "basic" or "reference" rate); the federal funds rate; domestic money market rates other than the federal funds rate; foreign money market rates; other than the federal funds rate; foreign money market rates; and other base rates not included in the foregoing classifications.
7. Overnight loans mature on the business day after they are made.
8. Demand loans have no stated date of maturity.
9. Nominal (not compounded) annual interest rates are calculated from survey data on the stated rate and other terms of the loans and weighted by loan size.
10. The prime rate reported by each bank is weighted by the volume of loans extended and then averaged.
11. The proportion of loans made at rates below prime may vary substantially from the proportion of such loans outstanding in banks' portfolios.
12. Among banks reporting loans to farmers (Table 4), most "large banks" (survey strata 1 and 2) had over \$20 million in farm loans, most "other banks" (survey strata 3 to 5) had farm loans below \$20 million.