

BOARD OF GOVERNORS OF THE FEDERAL RESERVE SYSTEM

H.12

(For Immediate Release)

January 16, 1952

CHANGES IN COMMERCIAL AND INDUSTRIAL LOANS, BY INDUSTRY AND PURPOSE

Repayments by practically all business classifications resulted in a decrease of \$152 million in commercial, industrial, and agricultural loans at weekly reporting member banks during the week ended January 9. The only substantial increase was \$41 million in loans to manufacturers of metals and metal products.

The decrease of \$80 million in loans to sales finance companies followed five weekly increases that had totaled \$195 million. Loans to the wholesale and retail trade decreased \$18 million; it was the eighth consecutive weekly decrease reported in these loans. This was the second week in which decreases occurred in loans to manufacturers of food, liquor, and tobacco products and to commodity dealers, following five months of increases.

Changes in loans classified by type of business, during the week and since mid-1951, were as follows:

<u>Business of Borrower</u>	Week ended <u>January 9^{p/}</u>	Since <u>June 27^{p/}</u>
	(In millions of dollars)	
Manufacturing and mining:		
Food, liquor, and tobacco	- 16	+845
Textiles, apparel, and leather	- 1	-391
Metals and metal products	+ 41	+968
Petroleum and other	- 11	+290
Trade -- wholesale and retail	- 18	- 71
Commodity dealers	- 17	+691
Sales finance companies	- 80	+ 7
Public utilities and transportation	+ 3	+277
Construction and other	- 10	- 78
Classified changes - net	-109	+2,537
Unclassified changes - net	- 43	-490
Net change in commercial, industrial, and agricultural loans	-152	+2,047

p/ Preliminary; see footnote on attached table.

Loans for defense and defense-supporting activities increased \$31 million. Non-defense loans decreased \$140 million.

H.12(a)

CHANGES IN COMMERCIAL AND INDUSTRIAL LOANS OF A SAMPLE OF WEEKLY REPORTING MEMBER BANKS
BY INDUSTRY, PURPOSE, AND BY FEDERAL RESERVE DISTRICT,
WEEK ENDED WEDNESDAY, JANUARY 9, 1952

(In millions of dollars)

Business of Borrower	All Dis- tricts ^{p/}	Boston	New York	Phila- delphia	Cleve- land	Rich- mond	Atlanta	Chicago	St. Louis	Minne- apolis	Kansas City	Dallas	San Fran- cisco ^{p/}
Manufacturing and mining:													
Food, liquor, and tobacco	-16.3	- 1.8	+ 4.1	- .9	- .4	+ .9	+ 1.3	-16.0	- 2.1	+ 1.2	- 1.2	- .1	- 1.3
Textiles, apparel, and leather	- 1.1	--	- 3.7	- .9	+ .7	+ 1.8	- .1	+ .2	+ .3	--	+ .1	+ .2	+ .3
Metals and metal products (including machinery & transportation equipment)	+40.6	+ 1.1	+30.3	+ .6	+ 1.4	--	+ 1.4	+ 8.0	+ 1.0	+ .1	- .4	--	- 2.9
Petroleum, coal, chemicals, and rubber	-10.1	+ .2	- 7.9	- .2	+ .4	+ .6	+ .1	+ .2	+ .1	- .6	- .1	- 1.9	- 1.0
Other manufacturing and mining	- .7	+ .2	- 1.4	- .2	+ 4.5	- .1	+ .7	- 4.2	+ .6	--	+ .1	- .4	- .5
Trade:													
Wholesale	(-18.1)	- .6	- 4.5	+ .9	- .6	+ 1.0	- .8	- 1.4	- 1.1	--	+ .7	(- 1.6)	- .5
Retail	(-18.1)	--	- 3.2	- .9	- .1	- 1.6	- .3	- 1.9	+ .2	+ .3	- 1.1	(- 1.6)	- 1.0
Commodity dealers	-17.0	- 1.4	-19.1	+ .5	- .7	- 1.3	- 1.8	- 2.5	+ 3.7	- 3.0	+ .5	+ 6.1	+ 2.0
Sales finance companies	-79.6	- .9	-57.3	- 7.5	- .7	- .3	- 1.0	- 5.7	- 1.8	- .6	+ .5	- 2.3	- 2.0
Public utilities (including transportation)	+ 2.9	- .3	+ 4.1	- 1.4	+ .8	- .1	- .2	- .8	+ .6	- .1	- .1	+ .3	+ .1
Construction	- 3.9	+ .4	+ .9	+ .4	- .2	+ .6	- .2	- 1.9	+ .2	- .4	+ .7	- 1.1	- 3.3
All other types of business	- 6.0	- 1.4	- 4.6	- .1	- 1.9	- .5	+ 3.8	- .1	- .6	--	+ .4	- 2.7	+ 1.7
Net change of classified loans ^{1/}	-109.3	- 4.5	-62.3	- 9.7	+ 3.2	+ 1.0	+ 2.9	-26.1	+ 1.1	- 3.1	+ .1	- 3.5	- 8.4
Unclassified changes	-42.7	- 2.5	-10.7	- .3	- 2.2	- 5.0	- 4.9	- 3.9	- 2.1	- .9	- 2.1	+ 2.5	-10.6
Net change in com'l, ind'l, & agr'l loans	-152.0	- 7.0	-73.0	-10.0	+ 1.0	- 4.0	- 2.0	-30.0	- 1.0	- 4.0	- 2.0	- 1.0	-19.0
<u>Purpose Classification</u>													
Defense contracts	+22.6	- 1.7	+18.4	--	+ .2	+ 1.3	- .2	+ 4.8	+ .3	--	--	- .2	- .3
Defense-supporting activities:													
Plant and equipment	+ 6.4	- .3	+ 5.5	- 1.4	+ .5	--	--	+ .6	- .1	--	+ .4	--	+ 1.2
All other	+ 1.7	--	+ 4.6	- .1	- .4	--	- .2	- .2	- .6	--	--	--	- 1.4
Non-defense activities:													
Inventory and working capital	-136.5	- 2.5	-85.1	- 8.4	+ 4.9	+ .7	- 2.9	-31.3	+ 2.4	- 2.9	- .3	- 4.3	- 6.8
Plant and equipment	+ 1.5	+ .2	- .8	--	+ 1.0	--	+ .4	+ .2	--	- .1	+ .9	+ .4	- .7
Retirement of non-bank debt and preferred stock	- 2.2	--	--	--	--	--	--	- .2	- 1.0	--	- 1.4	+ .6	- .2
All other (for loans classified)	- 2.8	- .2	- 4.9	+ .2	- 3.0	- 1.0	+ 5.8	--	+ .1	- .1	+ .5	--	- .2
Net change of classified loans ^{1/}	-109.3	- 4.5	-62.3	- 9.7	+ 3.2	+ 1.0	+ 2.9	-26.1	+ 1.1	- 3.1	+ .1	- 3.5	- 8.4

^{p/} Preliminary; final totals will appear in the F.R. Bulletin and final San Francisco District figures appear in a release of the Reserve Bank.

^{1/} About 220 weekly reporting member banks are reporting changes in their larger loans as to industry and purpose; these banks hold nearly 95 per cent of total commercial and industrial loans of all weekly reporting member banks and about 75 per cent of those of all commercial banks.