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BOARD OF GOVERNORS OF THE FEDERAL RESERVE SYSTEM

H.12

(For Immediate Release)

June 11, 1952

CHANGES IN COMMERCIAL AND INDUSTRIAL LOANS BY INDUSTRY

Repayments by practically all business classifications resulted in a decrease of \$106 million in commercial, industrial, and agricultural loans at weekly reporting member banks during the week ended June 4. The only businesses reporting net increases were manufacturers of textiles, apparel, and leather products, sales finance companies, and "other" types of business.

The decreases of \$28 million in loans to manufacturers of metals and metal products and of \$14 million to "other" manufacturers and miners were the largest weekly decreases in these categories since a sample of the largest banks began reporting these data over a year ago.

The continued repayments of loans by manufacturers of food, liquor, and tobacco products amounting to \$37 million, and by commodity dealers amounting to \$26 million, were reflected in every district. Increases in loans to the wholesale and retail trade in the New York and Richmond districts were more than offset by repayments elsewhere.

Changes in loans during the week and since the year-end were as follows:

| <u>Business of Borrower</u> | <u>Week ended June 4^{p/}</u> | <u>Since December 26^{p/}</u> |
|--------------------------------------------------------------|---------------------------------------|---------------------------------------|
| (In millions of dollars) | | |
| Manufacturing and mining: | | |
| Food, liquor, and tobacco | - 37 | -870 |
| Textiles, apparel, and leather | + 4 | - 71 |
| Metals and metal products | - 28 | +990 |
| Petroleum, coal, chemicals, & rubber | - 8 | +125 |
| Other manufacturing and mining | - 14 | + 46 |
| Trade -- wholesale and retail | - 6 | -116 |
| Commodity dealers | - 26 | -607 |
| Sales finance companies | + 16 | -271 |
| Public utilities and transportation | - 13 | - 74 |
| Construction | -- | + 3 |
| Other types of business | + 17 | - 45 |
| Classified changes - net | - 95 | -890 |
| Unclassified changes - net | - 12 | -278 |
| Net change in commercial, industrial, and agricultural loans | -106 | -1,168 |

^{p/} Preliminary; see footnote on attached table.

In addition to the weekly table, there is also attached a summary table showing changes during May compared with the preceding month, with May 1951, and with the past year. The purpose classification, which a sample of the largest banks had also reported for over a year, was discontinued at the end of April 1952.

The changes during May were quite similar to those during April in that further repayments of loans by manufacturers of food, liquor, and tobacco products and by commodity dealers accounted for the entire decrease with changes in other business categories practically offsetting each other. The repayments by manufacturers of food, liquor, and tobacco products were at a much lower rate. Repayments by manufacturers of textiles, apparel, and leather products and by manufacturers and producers of petroleum, coal, chemicals, and rubber continued at a higher rate; both of these businesses had reported net increases during May 1951.

The increase in loans to manufacturers of metals and metal products was somewhat less than in April and only about one-third that of May 1951.

H.12(a)

CHANGES IN COMMERCIAL AND INDUSTRIAL LOANS OF A SAMPLE OF WEEKLY REPORTING MEMBER BANKS
BY INDUSTRY AND FEDERAL RESERVE DISTRICT,
WEEK ENDED WEDNESDAY, JUNE 4, 1952

(In millions of dollars)

| Business of Borrower | All Dis- tricts <u>p/</u> | Boston | New York | Phila- delphia | Cleve- land | Rich- mond | Atlanta | Chicago | St. Louis | Minne- apolis | Kansas City | Dallas | San Fran- cisco <u>p/</u> |
|-------------------------------------------------------------------------------|------------------------------|--------|-------------|-------------------|----------------|---------------|---------|---------|--------------|------------------|----------------|---------|------------------------------|
| Manufacturing and mining: | | | | | | | | | | | | | |
| Food, liquor, and tobacco | -37.1 | - 2.4 | -21.0 | - 1.0 | - .4 | - .5 | - .6 | - 4.1 | - 2.6 | - .1 | - 2.2 | - 1.2 | - 1.0 |
| Textiles, apparel, and leather | + 3.6 | - 2.0 | + 5.1 | -- | - .2 | + .4 | - 1.8 | + 2.5 | - 1.0 | -- | - .1 | - .1 | + .8 |
| Metals and metal products (including machinery & transportation equipment) | -28.2 | - 1.0 | -20.5 | + 6.0 | - 4.8 | + .1 | + .1 | - 4.1 | - .2 | + .1 | + .8 | -- | - 4.7 |
| Petroleum, coal, chemicals, and rubber | - 7.6 | - .2 | - 4.0 | - .4 | - .2 | - .1 | + .2 | - 1.3 | - .1 | + .3 | - .3 | - 1.6 | + .1 |
| Other manufacturing and mining | -14.4 | + .1 | -10.1 | - .7 | - .3 | - .4 | + .1 | - 3.2 | - .5 | - .1 | + .2 | + .1 | + .4 |
| Trade: | | | | | | | | | | | | | |
| Wholesale | (- 5.9) | - .8 | -- | - .9 | - .2 | + .3 | - .8 | - 1.7 | - .9 | - .1 | - .6 | (- 1.7) | - 1.7 |
| Retail | | - .1 | + 9.2 | - .7 | - 1.8 | + .3 | - .3 | - .7 | - 1.2 | + .1 | + .6 | | - 2.2 |
| Commodity dealers | -25.5 | - .4 | -12.1 | - .3 | - .3 | - .5 | - .5 | - 2.7 | - 2.4 | - .3 | - 2.5 | - 2.4 | - 1.1 |
| Sales finance companies | +16.3 | + 1.6 | +16.2 | + 7.1 | - 4.8 | - .1 | - .1 | + .5 | - .3 | - 1.4 | - .7 | + 1.5 | - 3.2 |
| Public utilities (including transportation) | -12.8 | + 1.5 | - 3.3 | - 1.8 | - 5.7 | + .6 | - .1 | - 3.2 | -- | -- | - .2 | + .2 | - .8 |
| Construction | -- | + .7 | - .1 | - .4 | - .4 | + 1.4 | -- | + .3 | - .4 | + .6 | + .5 | - .5 | - 1.7 |
| All other types of business | +17.1 | + .4 | +11.8 | + .6 | + 2.7 | - 1.3 | + 2.0 | - .4 | + .8 | + .4 | + 2.2 | - 2.4 | + .3 |
| Net change in classified loans ^{1/} | -94.5 | - 2.6 | -28.8 | + 7.5 | -16.4 | + .2 | - 1.8 | -18.1 | - 8.8 | - .5 | - 2.3 | - 8.1 | -14.8 |
| Unclassified changes - net | -11.5 | - .4 | - 5.2 | + 1.5 | - 1.6 | - .2 | - 1.2 | - 1.9 | - 1.2 | - .5 | - 1.7 | + 3.1 | - 2.2 |
| Net change in commercial, industrial, and agricultural loans | -106.0 | - 3.0 | -34.0 | + 9.0 | -18.0 | -- | - 3.0 | -20.0 | -10.0 | - 1.0 | - 4.0 | - 5.0 | -17.0 |

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; these banks hold nearly 95 per cent of total commercial and industrial loans of all weekly reporting member banks and about 70 per cent of those of all commercial banks.

H.12(b) CHANGES IN COMMERCIAL AND INDUSTRIAL LOANS OF A SAMPLE OF WEEKLY REPORTING MEMBER BANKS BY INDUSTRY

(In millions of dollars)

| Business of Borrower | 4 weeks ended May 28, 1952 | 5 weeks ended April 30, 1952 | 5 weeks ended May 30, 1951 | 12 months ended May 28, 1952 |
|---------------------------------------------------------------------------------|----------------------------------|------------------------------------|----------------------------------|------------------------------------|
| Manufacturing and mining: | | | | |
| Food, liquor, and tobacco | -116.0 | -295.1 | -125.8 | + 59.7 |
| Textiles, apparel, and leather | - 56.7 | - 34.6 | + 27.3 | -371.5 |
| Metals and metal products (including machinery and transportation equipment) | + 28.5 | + 41.4 | + 97.3 | +2,061.4 |
| Petroleum, coal, chemicals, and rubber | - 34.1 | - 26.0 | + 24.0 | +271.5 |
| Other manufacturing and mining | + .1 | + 4.8 | + 2.5 | +250.2 |
| Trade -- wholesale and retail | - 6.7 | + 20.1 | + 5.2 | -104.2 |
| Commodity dealers | -118.0 | -130.5 | -168.4 | + 23.3 |
| Sales finance companies | + 34.9 | + 2.8 | + 47.9 | -260.2 |
| Public utilities (including transportation) | + 18.7 | - 70.1 | + 83.9 | +361.8 |
| Construction | + 22.1 | + 17.1 | + 13.4 | - 64.0 |
| All other types of business | + 3.9 | - 28.5 | - 16.3 | - 4.0 |
| Net change in classified loans ^{1/} | -223.3 | -498.6 | - 9.0 | +2,224.0 |
| Unclassified changes - net | - 42.7 | - 69.4 | - 70.0 | -742.0 |
| Net change in commercial, industrial, and agricultural loans | -266.0 | -568.0 | - 79.0 | +1,482.0 |

^{1/} See footnote on preceding table regarding current coverage.