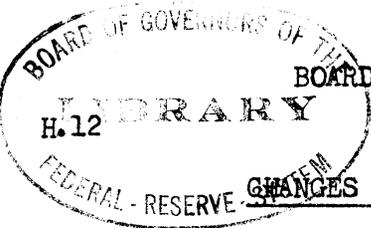


Miss Tyson



BOARD OF GOVERNORS OF THE FEDERAL RESERVE SYSTEM

(For Immediate Release)

August 13, 1952

CHANGES IN COMMERCIAL AND INDUSTRIAL LOANS BY INDUSTRY

Increases of \$43 million in loans to manufacturers and producers of petroleum, coal, chemicals, and rubber products, \$41 million to manufacturers of food, liquor, and tobacco products, and \$38 million to commodity dealers were partially offset by a decrease of \$63 million in loans to manufacturers of metals and metal products. Other changes were relatively small and the net increase in commercial, industrial, and agricultural loans at weekly reporting member banks during the week ended August 6 was \$76 million.

The increases in loans to manufacturers of food, liquor, and tobacco products and to commodity dealers were the largest in these business categories in 1952.

The decrease in loans to manufacturers of metals and metal products, for the third consecutive week, was the largest weekly decline in this business category since the series was started over a year ago. This decline was reflected in all districts except Atlanta and Dallas.

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

<u>Business of Borrower</u>	<u>Week ended August 6^{p/}</u>	<u>Since December 26^{p/}</u>
	(In millions of dollars)	
Manufacturing and mining:		
Food, liquor, and tobacco	+ 41	-851
Textiles, apparel, and leather	+ 12	- 40
Metals and metal products	- 63	+940
Petroleum, coal, chemicals, & rubber	+ 43	+248
Other manufacturing and mining	+ 4	+ 85
Trade -- wholesale and retail	- 1	-139
Commodity dealers	+ 38	-538
Sales finance companies	- 1	-250
Public utilities and transportation	+ 2	-165
Construction	+ 9	+ 33
Other types of business	+ 3	+ 28
Classified changes - net	+ 86	-649
Unclassified changes - net	- 10	-286
Net change in commercial, industrial, and agricultural loans	+ 76	-935

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

In addition to the weekly table, a monthly table is also attached showing changes during July compared with the preceding month, with July 1951, and with the past 12 months.

In many respects July reflected a reversal of changes occurring in recent months. Loans to commodity dealers showed a seasonal increase, the first monthly increase since December 1951; this seasonal increase occurred earlier this year as may be noted by a comparison with July 1951 figures. Loans to manufacturers of metals and metal products showed a monthly decrease for the first time since a sample of the largest banks began reporting these data over a year ago. Loans to public utilities, which had increased during the two previous months, decreased substantially during July as a result of telephone company repayments from funds received from new security issues. Loans to sales finance companies also declined; they had increased in every month since February.

In some of the other business categories previous trends continued, for example, increases in loans to manufacturers of textiles, apparel, and leather products, to manufacturers and producers of petroleum, coal, chemicals, and rubber products, and loans to the construction industry. Repayments of loans to manufacturers of food, liquor, and tobacco products continued, but at a lower rate than in any previous month in 1952; the comparison with July 1951 indicates earlier crop marketing this year.

CHANGES IN COMMERCIAL AND INDUSTRIAL LOANS OF A SAMPLE OF WEEKLY REPORTING MEMBER BANKS
 BY INDUSTRY AND FEDERAL RESERVE DISTRICT,
 WEEK ENDED WEDNESDAY, AUGUST 6, 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	+40.7	- 1.1	+39.1	+ .8	- 1.6	--	- .1	+ .6	- 3.5	+ 1.3	+ 2.1	- .9	+ 4.0
Textiles, apparel, and leather	+11.9	+ 3.5	+ 3.0	+ 1.6	+ .8	+ .1	+ 1.0	+ .7	+ .8	- 1.5	+ .4	+ .4	+ 1.1
Metals and metal products (including machinery & transportation equipment)	-62.6	- .9	-39.2	- 3.3	- 2.6	- .1	--	-12.5	- 1.0	- .3	- .1	+ 1.2	- 3.8
Petroleum, coal, chemicals, and rubber	+42.9	+ .1	+45.6	- .6	- .2	+ .1	--	+ .4	--	- .2	--	- 1.4	- .9
Other manufacturing and mining	+ 3.6	- 1.1	+ .8	+ .7	--	- .2	+ .2	- .6	- .2	+ .2	+ .1	+ .9	+ 2.8
Trade:													
Wholesale	(.1)	+ .1	- 6.1	- .2	- .5	+ .9	+ .3	+ 2.0	+ 2.1	--	- .2	(.1)	+ 1.8
Retail	(- 1.3)	--	+ 3.5	- 1.6	- .4	- .8	+ .5	+ .3	+ .3	+ .9	- 2.3	(+ .3)	- 2.2
Commodity dealers	+37.9	- 2.2	+21.5	+ 1.9	- .5	+ .5	+ 1.4	+ 5.0	+ .8	+ 2.1	+ 1.5	+ 3.0	+ 2.9
Sales finance companies	- .6	+ 1.4	- 9.0	+ 1.3	+ 4.0	- .1	+ 1.4	+ .3	+ 1.7	+ .5	- 3.2	+ .2	+ .9
Public utilities (including transportation)	+ 1.8	+ 1.7	- .9	+ .2	+ 1.5	+ .7	- .2	- .7	- .3	--	- .3	+ .4	- .3
Construction	+ 8.8	+ .5	+ 1.0	+ .3	+ .3	+ .6	+ .4	+ 1.5	+ .5	+ .5	+ .4	+ 1.4	+ 1.4
All other types of business	+ 2.8	- .9	+ 6.7	- .4	+ .4	+ 1.2	- 7.9	+ .7	- .1	+ 1.2	- .1	+ .6	+ 1.4
Net change in classified loans ^{1/}	+85.9	+ 1.1	+66.0	+ .7	+ 1.2	+ 2.9	- 3.0	- 2.3	+ 1.1	+ 4.7	- 1.7	+ 6.1	+ 9.1
Unclassified changes - net	- 9.9	- 1.1	+ 1.0	- .7	- .2	- .9	--	- 4.7	+ 1.9	+ 2.3	- 1.3	- .1	- 6.1
Net change in commercial, industrial, and agricultural loans	+76.0	--	+67.0	--	+ 1.0	+ 2.0	- 3.0	- 7.0	+ 3.0	+ 7.0	- 3.0	+ 6.0	+ 3.0

^{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	5 weeks ended July 30, 1952	4 weeks ended June 25, 1952	4 weeks ended July 25, 1951	12 months ended July 30, 1952
Manufacturing and mining:				
Food, liquor, and tobacco	- 23.8	- 34.9	-128.4	+ 169.3
Textiles, apparel, and leather	+ 20.4	+ 2.1	+ 13.6	- 426.7
Metals and metal products (including machinery and transportation equipment)	-108.7	+ 92.7	+ 78.0	+1,797.5
Petroleum, coal, chemicals, and rubber	+ 29.0	+ 43.7	- .1	+ 330.4
Other manufacturing and mining	+ 5.5	+ 15.8	+ 22.3	+ 200.3
Trade -- wholesale and retail	- 32.3	+ 5.2	- 98.3	- 23.0
Commodity dealers	+ 58.9	- 53.1	- 34.8	+ 181.6
Sales finance companies	- 32.3	+ 69.8	- 55.8	- 163.9
Public utilities (including transportation)	-164.9	+ 58.8	+ 38.3	+ 145.6
Construction	+ 5.8	+ 15.1	+ .3	- 74.2
All other types of business	+ 53.2	+ 34.2	- 20.4	+ 82.3
Net change in classified loans ^{1/}	-189.2	+249.4	-185.3	+2,219.2
Unclassified changes - net	- 13.8	+ 4.6	- 76.7	- 596.2
Net change in commercial, industrial, and agricultural loans	-203.0	+254.0	-262.0	+1,623.0

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