

BOARD OF GOVERNORS OF THE FEDERAL RESERVE SYSTEM

H.12

(For Immediate Release)

February 11, 1953

CHANGES IN COMMERCIAL AND INDUSTRIAL LOANS BY INDUSTRY

Repayments by practically all business classifications resulted in a decrease of \$57 million in commercial, industrial, and agricultural loans at weekly reporting member banks during the week ended February 4.

The principal decreases were \$28 million in loans to manufacturers of food, liquor, and tobacco products, \$14 million each in loans to commodity dealers and sales finance companies, and \$12 million in loans to public utilities.

The only businesses reporting increases during the week were manufacturers of textiles, apparel, and leather products, amounting to \$12 million, and manufacturers of metals and metal products, amounting to \$11 million.

Changes in loans during the week and since mid-1952 were as follows:

<u>Business of Borrower</u>	Week ended February 4 ^{p/}	Since June 25 ^{p/}
	(In millions of dollars)	
Manufacturing and mining:		
Food, liquor, and tobacco	- 28	+694
Textiles, apparel, and leather	+ 12	- 22
Metals and metal products	+ 11	+102
Petroleum, coal, chemicals, & rubber	- 3	+246
Other manufacturing and mining	- 6	+ 20
Trade -- wholesale and retail	- 6	+ 84
Commodity dealers	- 14	+558
Sales finance companies	- 14	+424
Public utilities and transportation	- 12	- 44
Construction	- 2	+ 7
Other types of business	- 1	+144
Classified changes - net	- 62	+2,213
Unclassified changes - net	+ 5	-217
Net change in commercial, industrial, and agricultural loans	- 57	+1,996

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

In addition to the weekly table, a monthly table is attached showing changes during January compared with the preceding month, with January 1952, and with the past twelve months.

In many respects, January reflected a reversal of previous trends. Loans to manufacturers of food, liquor, and tobacco products and to commodity dealers showed a monthly decrease for the first time since mid-year, and loans to manufacturers and producers of petroleum, coal, chemicals, and rubber products showed the first monthly decrease since May. Loans to manufacturers of textiles, apparel, and leather products, which had decreased during the past three months as well as in January a year ago, showed a small increase. Following the rather sizable increase in December, loans to sales finance companies declined in January but by a considerably smaller amount than in January 1952.

In some of the other business categories previous trends were continued. Loans to manufacturers of metals and metal products increased for the fifth consecutive month; loans to public utilities increased and loans to the construction industry decreased, both for the third consecutive month; and loans to the wholesale and retail trade decreased for the second consecutive month, but by a lesser amount than during January 1952.

CHANGES IN COMMERCIAL AND INDUSTRIAL LOANS OF A SAMPLE OF WEEKLY REPORTING MEMBER BANKS
BY INDUSTRY AND FEDERAL RESERVE DISTRICT,
WEEK ENDED WEDNESDAY, FEBRUARY 4, 1953

(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	-27.7	- .2	-11.9	- .7	+ 1.3	- .4	- 2.9	- 8.8	- 3.6	+ .4	- .8	+ .4	- .5
Textiles, apparel, and leather	+12.2	+ 3.2	+ 4.9	+ .7	+ 1.2	- .2	- .7	+ .2	+ 1.9	--	+ .2	+ .6	+ .2
Metals and metal products (including machinery & transportation equipment)	+11.3	+ 1.3	+ 2.1	+ 1.3	- .2	+ .9	+ 1.3	+ .8	- .1	+ .1	+ 1.1	+ 1.5	+ 1.2
Petroleum, coal, chemicals, and rubber	- 2.5	+ .7	- 3.1	- .2	+ .9	--	+ .3	- .8	--	- .4	--	- 1.3	+ 1.4
Other manufacturing and mining	- 6.3	- .3	- 5.5	+ .3	- .7	--	- .2	- .7	+ .8	- .4	+ .4	- .2	+ .2
Trade:													
Wholesale	(- 5.7)	- 1.0	- 3.5	- .5	--	+ 1.1	+ .4	+ 1.0	- 1.0	+ .3	+ .9	(- 2.3)	- 1.7
Retail	(- 5.7)	- 1.0	+ 4.6	- 3.5	- .3	- .6	+ .4	- 1.8	- 1.3	- .3	- .2	(+ 2.3)	--
Commodity dealers	-14.2	- .4	- 5.9	- .5	--	- 1.8	- 1.1	- .2	- .8	- .4	- .1	- 3.4	+ .4
Sales finance companies	-14.2	- 4.7	-10.5	+ 5.0	- 3.5	+ 1.0	+ 1.6	- 9.9	+ .3	--	+ 1.4	+ 2.3	+ 2.8
Public utilities (including transportation)	-11.9	- .8	- 5.7	- .5	- 2.4	+ .1	- .2	+ .2	- .7	--	- .1	- .7	- 1.1
Construction	- 1.8	+ .3	--	- 1.1	+ .3	+ .3	+ .7	+ .2	- 1.0	- .2	- .3	- 1.8	+ .8
All other types of business	- 1.1	+ .2	- 5.4	- 1.2	- 1.5	+ .3	+ .6	+ 1.6	+ .5	- .1	- .5	+ 5.3	- .9
Net change in classified loans ^{1/}	-61.9	- 2.7	-39.9	- .9	- 4.9	+ .7	+ .2	-18.2	- 5.0	- 1.0	+ 2.0	+ 5.0	+ 2.8
Unclassified changes - net	+ 4.9	+ 1.7	+ 6.9	- .1	- 1.1	+ 1.3	- .2	- 7.8	+ 1.0	--	+ 1.0	+ 1.0	+ 1.2
Net change in commercial, industrial, and agricultural loans	-57.0	- 1.0	-33.0	- 1.0	- 6.0	+ 2.0	--	-26.0	- 4.0	- 1.0	+ 3.0	+ 6.0	+ 4.0

^{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 210 weekly reporting member banks are reporting changes in their larger loans as to industry; these banks hold over 90 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 January 28, 1953	5 weeks ended December 31, 1952	5 weeks ended January 30, 1952	12 months ended January 28, 1953
Manufacturing and mining:				
Food, liquor, and tobacco	- 32.0	+ 67.8	-118.2	- 27.2
Textiles, apparel, and leather	+ 6.1	- 32.9	- 38.7	- 68.1
Metals and metal products (including machinery and transportation equipment)	+ 90.3	+ 30.9	+520.1	+681.7
Petroleum, coal, chemicals, and rubber	- 1.6	+ 46.2	+ 39.3	+385.1
Other manufacturing and mining	- 9.9	- 33.9	+ 3.9	+ 98.0
Trade -- wholesale and retail	- 51.4	- 86.1	-155.0	+139.5
Commodity dealers	- 89.4	+ 2.0	- 92.6	+ 30.5
Sales finance companies	-106.2	+406.4	-319.5	+540.2
Public utilities (including transportation)	+ 24.6	+ 11.5	- 53.4	+ 19.3
Construction	- 3.9	- 9.9	- 29.6	+ 56.7
All other types of business	- 45.6	+ 62.5	- 48.8	+165.9
Net change in classified loans ^{1/}	-219.0	+464.5	-292.5	+2,021.6
Unclassified changes - net	-150.0	-134.5	-139.5	-344.6
Net change in commercial, industrial, and agricultural loans	-369.0	+330.0	-432.0	+1,677.0

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