

## BOARD OF GOVERNORS OF THE FEDERAL RESERVE SYSTEM

H.12

(For Immediate Release)

September 2, 1953

CHANGES IN COMMERCIAL AND INDUSTRIAL LOANS BY INDUSTRY

Repayments of \$67 million by sales finance companies and \$14 million by manufacturers of metals and metal products were the principal factors in the \$49 million decrease in commercial, industrial, and agricultural loans at weekly reporting member banks during the week ended August 26. Partially offsetting increases included \$21 million in loans to manufacturers of food, liquor, and tobacco products and \$15 million in loans to "other" types of business.

Loans to manufacturers of textiles, apparel, and leather products increased \$7 million during the week; loans to this industrial category have shown small increases in eleven of the twelve preceding weeks.

Loans to commodity dealers increased in six districts but declined in the other six, with the result that these loans increased only \$1 million during the week.

Changes in loans during the week and since mid-year are shown below; the third column shows the changes during the comparable period last year:

<u>Business of Borrower</u>	<u>Week ended August 26<sup>p/</sup></u>	<u>Cumulative since mid-year June 24, 1953 <sup>p/</sup></u>	<u>Corresponding period, 1952</u>
	(In millions of dollars)		
Manufacturing and mining:			
Food, liquor, and tobacco	+ 21	- 32	+143
Textiles, apparel, and leather	+ 7	+ 67	+ 57
Metals and metal products	- 14	- 59	-214
Petroleum, coal, chemicals, and rubber	- 3	- 4	+ 97
Other manufacturing and mining	+ 3	+ 18	+ 13
Trade -- wholesale and retail	+ 2	- 19	- 36
Commodity dealers	+ 1	+ 14	+142
Sales finance companies	- 67	- 14	- 69
Public utilities & transportation	--	+ 58	-127
Construction	- 5	+ 14	+ 18
Other types of business	<u>+ 15</u>	<u>+ 59</u>	<u>+ 90</u>
Classified changes - net	- 41	+102	+114
Unclassified changes - net	<u>- 8</u>	<u>- 8</u>	<u>+ 28</u>
Net change in commercial, industrial, and agricultural loans	- 49	+ 94	+142

<sup>p/</sup> Preliminary; see footnote on attached table.

CHANGES IN COMMERCIAL AND INDUSTRIAL LOANS OF A SAMPLE OF WEEKLY REPORTING MEMBER BANKS  
BY INDUSTRY AND FEDERAL RESERVE DISTRICT,  
WEEK ENDED WEDNESDAY, AUGUST 26, 1953

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>
(In millions of dollars)													
Manufacturing and mining:													
Food, liquor, and tobacco	+20.7	+ 1.5	+14.8	--	+ .5	+ 2.8	- .1	- 6.7	+ 1.5	- .1	+ .5	+ .3	+ 5.7
Textiles, apparel, and leather	+ 7.4	- .6	+ 6.0	+ .4	--	+ .8	- .1	--	--	+ .3	- .1	- .1	+ .8
Metals and metal products (including machinery & transportation equipment)	-13.8	- 1.6	- 2.1	+ .1	- 4.3	- .2	- .8	- 2.2	- 1.0	+ .1	- 1.4	- .5	+ .1
Petroleum, coal, chemicals, and rubber	- 3.0	+ 1.1	+ .1	- .2	+ .6	+ .1	+ .3	- 2.8	+ .1	- 1.9	+ .4	--	- .8
Other manufacturing and mining	+ 3.2	- .1	- .2	+ .3	+ 1.1	+ .2	--	+ 2.3	- .1	- .3	+ .5	- .9	+ .4
Trade:													
Wholesale	(+ 1.5)	- 1.2	+ .9	+ 1.1	+ .5	--	--	- .9	+ .5	+ .4	+ .2	(- .3)	+ .1
Retail		+ .8	--	+ .5	- .6	+ .1	+ .6	- .3	- .3	--	- 1.2	(- .3)	+ .6
Commodity dealers	+ .9	+ .1	+ 5.5	+ 1.4	- .5	+ .2	- 1.3	- .8	- 3.5	+ 1.7	- .8	- 1.5	+ .4
Sales finance companies	-67.3	+ 1.1	-56.8	- 2.2	- 3.2	- 2.0	--	- 5.8	+ 1.7	+ 1.5	- 1.3	- 2.9	+ 2.6
Public utilities (including transportation)	+ .4	- .8	- 3.4	+ .6	+ 2.3	+ .1	+ .9	--	+ .6	--	--	--	+ .1
Construction	- 5.3	- .5	- .8	--	+ .2	+ .5	- .2	- 2.3	- .5	- .2	- .3	- 1.4	+ .2
All other types of business	+14.6	- .1	+ 8.5	+ .6	- 2.0	- .2	- .8	+ 8.0	- .2	+ .1	- .3	+ 1.4	- .4
Net change in classified loans <sup>1/</sup>	-40.7	- .3	-27.5	+ 2.6	- 5.4	+ 2.4	- 1.5	-11.5	- 1.2	+ 1.6	- 3.8	- 5.9	+ 9.8
Unclassified changes - net	- 8.3	+ 1.3	+ 5.5	- .6	- .6	- .4	+ .5	+ 2.5	+ .2	- .6	- 3.2	- 1.1	-11.8
Net change in commercial, industrial, and agricultural loans	-49.0	+ 1.0	-22.0	+ 2.0	- 6.0	+ 2.0	- 1.0	- 9.0	- 1.0	+ 1.0	- 7.0	- 7.0	- 2.0

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

<sup>1/</sup> About 215 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 nearly 70 per cent of those of all commercial banks.