

BOARD OF GOVERNORS OF THE FEDERAL RESERVE SYSTEM

H.12

(For Immediate Release)

September 30, 1953

CHANGES IN COMMERCIAL AND INDUSTRIAL LOANS BY INDUSTRY

Decreases of \$170 million in loans to sales finance companies and \$73 million in loans to public utilities were the principal factors in the \$260 million decrease in commercial, industrial, and agricultural loans at weekly reporting member banks during the week ended September 23.

The decrease in loans to sales finance companies was the largest weekly decrease in this business category since January 1952 and was largely in the New York District, although nearly all districts showed decreases. The decrease in loans to public utilities followed seven weekly increases and was largely in the New York and San Francisco districts. Net repayments of \$14 million were made by the manufacturers of textiles, apparel, and leather products.

The only large net increase during the week was \$41 million in loans to manufacturers of food, liquor, and tobacco products. Loans to the wholesale and retail trade and to commodity dealers each showed net increases of \$11 million.

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>	Week ended September 23 ^{p/}	Cumulative since mid-year June 24, ^{p/} 1953	Corresponding period, 1952
	(In millions of dollars)		
Manufacturing and mining:			
Food, liquor, and tobacco	+ 41	+166	+320
Textiles, apparel, and leather	- 14	+ 64	+ 64
Metals and metal products	- 1	- 65	-208
Petroleum, coal, chemicals, & rubber	- 3	+ 37	+115
Other manufacturing and mining	+ 1	+ 17	+ 31
Trade -- wholesale and retail	+ 11	+ 27	+ 15
Commodity dealers	+ 11	+ 45	+286
Sales finance companies	-170	-190	+ 73
Public utilities & transportation	- 73	+ 61	- 77
Construction	- 6	+ 12	+ 22
Other types of business	- 12	+ 82	+115
Classified changes - net	-214	+256	+754
Unclassified changes - net	- 46	- 18	+ 68
Net change in commercial, industrial, and agricultural loans	-260	+238	+822

^{p/} 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, SEPTEMBER 23, 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	+41.4	+ 2.7	+19.1	- 1.4	+ .4	+ 2.0	- .9	+ 7.0	- 1.2	- .3	+ .4	+ .3	+13.3
Textiles, apparel, and leather	-13.8	- 2.7	- 7.6	- .2	- .7	+ .1	+ .2	- 1.4	- .3	- .2	- .3	+ .1	- .8
Metals and metal products (including machinery & transportation equipment)	- 1.2	- .8	+ 7.3	- .6	- 7.0	--	- .5	+ 1.1	- 1.7	- .4	- .6	+ .5	+ 1.5
Petroleum, coal, chemicals, and rubber	- 3.3	+ .2	+ 3.4	- .5	+ 2.1	--	+ .1	- 2.7	+ .1	+ .6	+ .2	- 1.9	- 4.9
Other manufacturing and mining	+ .6	+ 4.1	- 2.1	+ .4	- .5	- .7	- 1.3	+ .8	- .1	- .1	--	+ .1	--
Trade:													
Wholesale	(+11.0)	- .7	+ 4.7	- .4	- .3	- .9	+ .7	- .5	+ .2	+ .4	+ .2	(+ .1)	- 1.2
Retail		--	+ 5.6	+ 1.9	- .3	+ .5	--	+ 2.1	+ .6	+ .4	--		- 2.1
Commodity dealers	+11.3	- .4	- 3.0	+ 1.7	- .4	+ 2.6	+ 2.4	+ .4	+ 6.8	- .4	+ .4	+ .6	+ .6
Sales finance companies	-170.1	- 2.5	-105.3	-13.7	- 7.8	- 2.8	- 2.3	-23.9	- 1.5	+ .1	- 4.1	- 1.5	- 4.8
Public utilities (including transportation)	-72.5	- 3.8	-42.5	+ .9	- .1	--	- .2	- 5.7	- .1	+ .1	- .1	- .1	-20.9
Construction	- 6.2	--	- 2.1	+ .4	- .5	+ .4	+ 1.0	- 1.2	- .7	- 1.2	+ .4	- 1.5	- 1.2
All other types of business	-11.5	- .9	-11.9	+ .6	+ .4	--	+ .9	+ .2	+ 1.0	+ .3	- .6	- .5	- 1.0
Net change in classified loans ^{1/}	-214.3	- 4.8	-134.4	-10.9	-14.7	+ 1.2	+ .1	-23.8	+ 3.1	- .7	- 4.1	- 3.8	-21.5
Unclassified changes -net	-45.7	+ 2.8	-13.6	- 1.1	- 2.3	- 3.2	- .1	- 6.2	+ 1.9	- .3	+ 1.1	- 1.2	-23.5
Net change in commercial, industrial, and agricultural loans	-260.0	- 2.0	-148.0	-12.0	-17.0	- 2.0	--	-30.0	+ 5.0	- 1.0	- 3.0	- 5.0	-45.0

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.

1/ 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.