

BOARD OF GOVERNORS OF THE FEDERAL RESERVE SYSTEM

H.12

(For Immediate Release)

October 14, 1953

CHANGES IN COMMERCIAL AND INDUSTRIAL LOANS BY INDUSTRY

Increases of \$50 million in loans to manufacturers of food, liquor, and tobacco products, \$33 million to commodity dealers, and \$19 million to public utilities were partly offset by a decrease of \$66 million in loans to sales finance companies. The net increase in commercial, industrial, and agricultural loans at weekly reporting member banks during the week ended October 7 was \$43 million.

Loans to the wholesale and retail trade increased for the sixth consecutive week; the current increase amounting to \$13 million was reflected in all but two districts.

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	<u>Cumulative since mid-year</u>	
	ended October 7 ^{p/}	June 24, 1953 ^{p/}	Corresponding period, 1952
	(In millions of dollars)		
Manufacturing and mining:			
Food, liquor, and tobacco	+ 50	+269	+406
Textiles, apparel, and leather	--	+ 53	+ 57
Metals and metal products	+ 10	-212	-234
Petroleum, coal, chemicals, & rubber	--	+ 36	+185
Other manufacturing and mining	+ 1	+ 14	+ 52
Trade -- wholesale and retail	+ 13	+ 47	+ 50
Commodity dealers	+ 33	+114	+391
Sales finance companies	- 66	-120	+ 44
Public utilities & transportation	+ 19	+ 65	-106
Construction	- 3	+ 6	+ 19
Other types of business	+ 1	+ 85	+116
Classified changes - net	+ 57	+357	+980
Unclassified changes - net	- 14	- 8	+ 43
Net change in commercial, industrial, and agricultural loans	+ 43	+349	+1,022

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

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

The changes during September were similar in some respects to those during August. There were further borrowings by manufacturers of food, liquor, and tobacco products, by manufacturers and producers of petroleum, coal, chemicals, and rubber products, and by "other" types of business, and further repayments by manufacturers of metals and metal products and sales finance companies. However, the increases in loans to manufacturers of food, liquor, and tobacco products, and to manufacturers and producers of petroleum, coal, chemicals, and rubber products were much greater than in the preceding month or in September a year ago; and the repayments of loans by manufacturers of metals and metal products were quite large as compared with the two preceding months.

In other respects changes during September were a reversal of August changes. Loans to commodity dealers and to the wholesale and retail trade, which had decreased during August, increased in September; these loans had also increased in September a year ago. Loans to manufacturers of textiles, apparel, and leather products, to public utilities, and to the construction industry, which had increased in August as well as in September a year ago, declined during September of 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, OCTOBER 7, 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	+50.5	+ .9	+35.8	+ .2	+ 1.2	+ 1.8	+ 1.2	+ 7.8	+ 1.9	+ .5	- .4	+ 1.3	- 1.7
Textiles, apparel, and leather	--	- .7	+ 1.1	- .3	+ .1	+ .5	+ .4	- .6	- .5	- .1	+ .3	- .1	- .1
Metals and metal products (including machinery & transportation equipment)	+10.3	- 2.6	+ 9.7	+ 3.6	+ .2	+ .3	- .9	- .8	+ .2	--	- .2	--	+ .8
Petroleum, coal, chemicals, and rubber	+ .3	- 1.3	+ 7.5	- 1.7	- .3	--	+ .4	- 1.9	+ .2	+ .2	+ 1.1	+ .4	- 4.3
Other manufacturing and mining	+ .8	- 1.4	+ 2.3	+ .2	- 1.6	--	- .4	+ .2	- .2	--	+ .8	+ .2	+ .7
Trade:													
Wholesale	(+12.6)	+ .6	+ 1.3	+ .7	- .3	+ .6	+ .9	+ 1.0	- .1	- .9	+ .7	(+ 1.2)	- .2
Retail		+ .2	+ 3.8	- .2	+ .8	+ .8	+ .8	+ 1.4	--	+ 1.4	+ .6	(+ 1.2)	- 2.5
Commodity dealers	+32.8	+ .1	+13.3	+ .1	+ .4	+ .5	+ 2.4	+ 2.5	+ 7.6	+ 1.8	+ .7	+ 3.1	+ .3
Sales finance companies	-66.4	- 1.0	-53.1	+ 1.1	- 5.7	- .7	+ .1	- 4.5	- .4	+ 1.2	+ 1.1	- 1.3	- 3.2
Public utilities (including transportation)	+18.5	- 1.8	+13.4	+ .9	+ 1.2	--	- .3	+ 1.7	+ .6	+ 1.7	+ .1	+ .9	+ .1
Construction	- 2.6	+ .1	- 3.1	- .7	+ .7	- 1.4	- .3	+ .8	- .4	- .3	+ .5	+ 1.6	- .1
All other types of business	+ .5	--	- 1.4	+ .4	+ 1.1	+ 1.2	+ 4.1	- .3	+ 1.3	+ .3	+ .1	- 4.6	- 1.7
Net change in classified loans ^{1/}	+57.3	- 6.9	+30.6	+ 4.3	- 2.2	+ 3.6	+ 8.4	+ 7.3	+10.2	+ 5.8	+ 5.4	+ 2.7	-11.9
Unclassified changes - net	-14.3	+ .9	-15.6	- 2.3	+11.2	- 3.6	+ 2.6	+ 2.7	+ 3.8	- .8	- 1.4	+ 2.3	-14.1
Net change in commercial, industrial, and agricultural loans	+43.0	- 6.0	+15.0	+ 2.0	+ 9.0	--	+11.0	+10.0	+14.0	+ 5.0	+ 4.0	+ 5.0	-26.0

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.

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 September 30, 1953	4 weeks ended August 26, 1953	4 weeks ended September 24, 1952	12 months ended September 30, 1953
Manufacturing and mining:				
Food, liquor, and tobacco	+248.4	+ 89.1	+176.4	+ 31.7
Textiles, apparel, and leather	- 13.9	+ 32.6	+ 6.9	+ 99.5
Metals and metal products (including machinery and transportation equipment)	-158.9	- 12.7	+ 5.6	+432.5
Petroleum, coal, chemicals, and rubber	+ 39.1	+ 17.6	+ 18.4	+160.4
Other manufacturing and mining	- 4.2	+ 6.8	+ 17.8	+113.4
Trade -- wholesale and retail	+ 55.2	- 5.0	+ 50.0	+369.0
Commodity dealers	+ 67.9	- 11.4	+143.9	-175.3
Sales finance companies	- 29.3	- 60.4	+141.3	+328.5
Public utilities (including transportation)	- 13.2	+ 76.1	+ 50.2	+150.4
Construction	- 5.1	+ 18.6	+ 3.3	+ 17.6
All other types of business	+ 25.9	+ 49.7	+ 25.6	+152.6
Net change in classified loans ^{1/}	+211.9	+201.0	+639.4	+1,680.3
Unclassified changes - net	+ .1	+ 47.0	+ 34.6	-359.3
Net change in commercial, industrial, and agricultural loans	+212.0	+248.0	+674.0	+1,321.0

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