

## BOARD OF GOVERNORS OF THE FEDERAL RESERVE SYSTEM

H.12

(For Immediate Release)

June 9, 1954

CHANGES IN COMMERCIAL AND INDUSTRIAL LOANS BY INDUSTRY

Repayments of \$171 million by manufacturers of metals and metal products, \$50 million by manufacturers and producers of petroleum, coal, chemicals, and rubber products, and \$40 million by manufacturers of food, liquor, and tobacco products accounted for the decrease of \$255 million in commercial, industrial, and agricultural loans at weekly reporting member banks during the week ended June 2.

The decrease in loans to manufacturers of metals and metal products was the largest weekly decrease in this business category since the series was inaugurated in the spring of 1951. The decrease in loans to manufacturers and producers of petroleum, coal, chemicals, and rubber products followed seven consecutive weekly increases.

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

<u>Business of Borrower</u>	Week	<u>Cumulative since year-end</u>	
	ended	<u>Dec. 30</u>	<u>Corresponding</u>
	<u>June 2p/</u>	<u>1953p/</u>	<u>period, 1953</u>
		(In millions of dollars)	
Manufacturing and mining:			
Food, liquor, and tobacco	- 40	- 514	-607
Textiles, apparel, and leather	- 7	+ 43	+110
Metals and metal products	-171	- 442	+380
Petroleum, coal, chemicals, & rubber	- 50	- 41	+ 59
Other manufacturing and mining	- 5	- 29	+ 62
Trade -- wholesale and retail	- 6	- 49	+203
Commodity dealers	- 5	- 332	-580
Sales finance companies	+ 9	- 233	-104
Public utilities & transportation	+ 3	- 55	+ 43
Construction	+ 1	+ 54	+ 4
Other types of business	+ 5	+ 48	- 41
Classified changes - net	-265	-1,549	-470
Unclassified changes - net	+ 10	- 232	-230
Net change in commercial, industrial, and agricultural loans	-255	-1,781	-700

p/ Preliminary; see footnote on attached table.

In addition to the weekly table, a monthly table is attached showing changes during May 1954 compared with the preceding month, with May 1953, and with the past twelve months.

Changes during May were all in the same direction as in April and, with minor exceptions, the same as in May 1953. The repayments by manufacturers of metals and metal products were in contrast to an increase in May of last year. Repayments by manufacturers of food, liquor, and tobacco products, and by commodity dealers were much less than in April or in the previous May.

The increase in loans to manufacturers and producers of petroleum, coal, chemicals, and rubber products was the largest monthly increase in this business category since August 1952; and the increase in loans to the construction industry was its largest monthly increase since June 1951.

H.12(a)

CHANGES IN COMMERCIAL AND INDUSTRIAL LOANS OF A SAMPLE OF WEEKLY REPORTING MEMBER BANKS  
BY INDUSTRY AND FEDERAL RESERVE DISTRICT,  
WEEK ENDED WEDNESDAY, JUNE 2, 1954

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 <u>p/</u>	Dallas	San Fran- cisco <u>p/</u>
(In millions of dollars)													
Manufacturing and mining:													
Food, liquor, and tobacco	-39.8	- 4.9	-10.3	- 2.5	- 3.7	- 2.1	- 1.3	-11.3	- 1.2	- .5	- .1	- .5	- 1.4
Textiles, apparel, and leather	- 7.4	+ .1	- 1.2	+ .5	+ .3	- 1.2	- .7	+ .9	- 6.3	--	+ .3	- .5	+ .4
Metals and metal products (including machinery & transportation equipment)	-170.9	- 6.6	-137.8	- 7.6	- 9.5	- 2.0	+ .1	- 5.7	- .3	+ .3	+ .3	- 1.1	- 1.0
Petroleum, coal, chemicals, and rubber	-49.5	- .7	-36.6	- .2	- 6.8	+ .1	--	- 2.8	- .2	+ .2	- 1.8	--	- .7
Other manufacturing and mining	- 5.3	+ .4	- 1.2	+ .1	- 1.0	- .9	- 1.0	- 1.0	--	--	+ .2	+ .4	- 1.3
Trade:													
Wholesale	(- 5.8)	- .9	- 1.8	- .2	- .9	- 1.3	--	- 1.8	- .4	+ 1.0	+ .6	(- 1.2)	+ 2.5
Retail	(- 5.8)	- .5	+ .4	- .6	+ .3	+ .3	- .5	+ .4	- .3	+ .2	+ .6	(- 1.2)	- 1.7
Commodity dealers	- 4.6	+ 3.9	- 1.4	+ .5	- 1.2	- 2.0	- .4	- .8	- 3.7	- 1.7	--	+ .7	+ 1.5
Sales finance companies	+ 9.4	+ 2.5	+ 1.0	+ 3.9	- 1.0	+ 2.8	--	- 2.5	+ 2.9	- 1.4	+ 2.4	+ 2.0	- 3.2
Public utilities (including transportation)	+ 3.0	+12.1	-12.8	+ .6	- 1.6	--	+ .4	+ .3	- .2	+ .4	+ .7	- .1	+ 3.2
Construction	+ 1.3	- .3	- .1	- .1	+ .6	--	- .5	--	+ 1.2	--	+ .6	- 1.1	+ 1.0
All other types of business	+ 4.6	+ 2.8	+ 4.5	+ 1.4	- .1	- .5	- 5.6	+ 2.5	- .7	+ .3	+ .4	+ .4	- .8
Net change in classified loans <sup>1/</sup>	-265.0	+ 7.9	-197.3	- 4.2	-24.6	- 6.8	- 9.5	-21.8	- 9.2	- 1.2	+ 4.2	- 1.0	- 1.5
Unclassified changes - net	+10.0	+ 3.1	-12.7	- 1.8	- 1.4	- .2	+ .5	- 4.2	+ 4.2	- .8	+ 1.8	+ 1.0	+20.5
Net change in commercial, industrial, and agricultural loans	-255.0	+11.0	-210.0	- 6.0	-26.0	- 7.0	- 9.0	-26.0	- 5.0	- 2.0	+ 6.0	--	+19.0

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 220 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

Business of Borrower	4 weeks ended May 26, 1954	4 weeks ended Apr. 28, 1954	4 weeks ended May 27, 1953	12 months ended May 26, 1954
	(in millions of dollars)			
Manufacturing and mining:				
Food, liquor, and tobacco	- 77.5	-147.0	-103.5	- 38.2
Textiles, apparel, and leather	- 9.5	- 29.4	- 18.7	- 10.5
Metals and metal products (including machinery and transportation equipment)	-123.8	-134.8	+ 33.7	-550.2
Petroleum, coal, chemicals, and rubber	+ 59.6	+ 23.4	+ 5.8	+ 44.5
Other manufacturing and mining	- 15.9	- 9.4	+ 29.8	- 37.4
Trade -- wholesale and retail	+ 17.6	+ 7.2	+ 23.4	- 39.6
Commodity dealers	- 25.3	- 87.8	-124.0	- 38.4
Sales finance companies	- 11.9	- 10.8	- 96.3	-372.1
Public utilities (including transportation)	- 38.6	- 74.8	- 20.8	- 34.4
Construction	+ 28.2	+ 15.0	+ 3.0	+ 40.0
All other types of business	+ 4.5	+ 33.5	- 3.7	+167.1
Net change in classified loans <sup>1/</sup>	-192.6	-414.9	-271.3	-869.2
Unclassified changes - net	-136.4	-165.1	- 25.7	-112.8
Net change in commercial, industrial, and agricultural loans	-329.0	-580.0	-297.0	-982.0

<sup>1/</sup> See footnote on preceding table regarding current coverage.