

BOARD OF GOVERNORS OF THE FEDERAL RESERVE SYSTEM

H.12

(For Immediate Release)

August 4, 1954

CHANGES IN COMMERCIAL AND INDUSTRIAL LOANS BY INDUSTRY

Net declines of \$40 million in loans to manufacturers of metals and metal products, \$28 million to manufacturers and producers of petroleum, coal, chemicals, and rubber products, and \$13 million to the wholesale and retail trade were partly offset by increases of \$19 million in loans to manufacturers of food, liquor, and tobacco products, \$18 million to commodity dealers, and \$13 million to sales finance companies. The net decrease in commercial, industrial, and agricultural loans at weekly reporting member banks during the week ended July 28 was \$34 million.

Most of the decrease in loans to manufacturers and producers of petroleum, coal, chemicals, and rubber products and about one-half of the decrease in loans to manufacturers of metals and metal products were in the New York District.

Loans to manufacturers of food, liquor, and tobacco products increased for the second consecutive week, reflecting seasonal borrowings that usually begin about this time of the year. Loans to manufacturers of textiles, apparel, and leather products increased for the fourth week; the current increase was \$7 million.

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

<u>Business of Borrower</u>	<u>Week ended July 28^{p/}</u>	<u>Cumulative since year-end</u>	
		<u>Dec. 30 1953^{p/}</u>	<u>Corresponding period, 1953</u>
(In millions of dollars)			
Manufacturing and mining:			
Food, liquor, and tobacco	+19	- 502	-740
Textiles, apparel, and leather	+ 7	+ 91	+185
Metals and metal products	-40	- 708	+395
Petroleum, coal, chemicals, & rubber	-28	- 75	- 31
Other manufacturing and mining	- 5	- 14	+106
Trade -- wholesale and retail	-13	- 68	+192
Commodity dealers	+18	- 298	-608
Sales finance companies	+13	- 187	- 53
Public utilities & transportation	- 9	+ 46	+ 67
Construction	+ 6	+ 87	+ 13
Other types of business	+ 6	+ 77	+ 1
Classified changes - net	-27	-1,550	-473
Unclassified changes - net	- 7	- 306	-274
Net change in commercial, industrial, and agricultural loans	-34	-1,856	-747

^{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, JULY 28, 1954

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/
	(In millions of dollars)												
Manufacturing and mining:													
Food, liquor, and tobacco	+18.6	+ 2.5	+ 2.4	+ 5.8	- 1.3	+ .8	- 1.2	- .3	- .1	+ 1.3	+ 1.3	- .1	+ 7.5
Textiles, apparel, and leather	+ 6.8	- .9	+ 3.4	+ 1.6	+ .3	+ .7	- .1	+ .4	+ .6	+ .3	--	+ .6	- .1
Metals and metal products (including machinery & transportation equipment)	-39.7	- .5	-18.8	- .8	- 3.2	- .1	--	- 6.9	- 1.0	- 3.9	- .2	- .1	- 4.2
Petroleum, coal, chemicals, and rubber	-28.3	+ .7	-25.5	- .4	- 1.3	--	+ .6	- .9	--	--	- .1	- 1.9	+ .5
Other manufacturing and mining	- 4.5	+ .4	- .5	+ .2	- .7	--	+ .1	- .1	+ .1	- .1	- .2	- 1.1	- 2.6
Trade:													
Wholesale	(-13.4)	- .1	- .5	- 1.1	- 1.4	- .6	- .9	+ .1	- 1.1	- .1	+ .4	(- .8)	+ 3.8
Retail		- 1.2	- 2.7	- 1.8	- 2.3	- .4	+ .2	- 1.8	- .5	--	--	(- .8)	- .6
Commodity dealers	+17.6	+ .3	+ 8.8	+ .3	+ 1.5	+ .1	- .9	+ .9	- 1.3	+ 3.7	+ 2.1	+ .5	+ 1.6
Sales finance companies	+13.3	- 1.1	+12.5	- 2.0	- 1.2	- 1.8	+ 2.1	- .5	+ 3.5	- .7	+ 1.2	- .8	+ 2.1
Public utilities (including transportation)	- 8.7	- .5	-11.4	- 3.7	+ .8	+ 1.5	- .2	+ 3.8	- .7	+ .4	+ .1	+ .1	+ 1.1
Construction	+ 5.5	- .1	+ .8	- .9	+ .5	+ .4	+ .5	+ .3	+ 1.7	--	--	+ 1.3	+ 1.0
All other types of business	+ 6.1	- 1.7	+ 4.7	- 1.7	+ .8	- .5	+ 2.5	- 3.0	--	+ .1	+ 2.0	+ 1.8	+ 1.1
Net change in classified loans ^{1/}	-26.7	- 2.2	-26.8	- 4.5	- 7.5	+ .1	+ 2.7	- 8.0	+ 1.2	+ 1.0	+ 6.6	- .5	+11.2
Unclassified changes - net	- 7.3	- .8	- 3.2	- 1.5	+ 1.5	- .1	- .7	+ 5.0	+ 2.8	--	+ 1.4	+ .5	-12.2
Net change in commercial, industrial, and agricultural loans	-34.0	- 3.0	-30.0	- 6.0	- 6.0	--	+ 2.0	- 3.0	+ 4.0	+ 1.0	+ 8.0	--	- 1.0

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 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.