

BOARD OF GOVERNORS OF THE FEDERAL RESERVE SYSTEM

H.12

(For Immediate Release)

May 8, 1957

CHANGES IN COMMERCIAL AND INDUSTRIAL LOANS BY INDUSTRY

Net increases of \$79 million in loans to sales finance companies, \$66 million to public utilities, \$56 million to manufacturers of metals and metal products, and \$17 million to the wholesale and retail trade were the principal factors in the \$115 million increase in commercial and industrial loans at weekly reporting member banks during the week ended May 1.

Partly offsetting decreases included \$43 million in loans to manufacturers of food, liquor, and tobacco products, \$27 million to "other" manufacturing and mining, \$17 million to manufacturers of textiles, apparel, and leather products, and \$9 million to commodity dealers.

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:

Business of Borrower	Week ended May 1 ^{p/}	Cumulative since year-end	
		Dec. 26, 1956 to May 1, 1957 ^{p/}	Dec. 28, 1955 to May 2, 1956
		(In millions of dollars)	
Manufacturing and mining:			
Food, liquor, and tobacco	- 43	-422	- 248
Textiles, apparel, and leather	- 17	+126	+ 154
Metals and metal products	+ 56	+598	+ 973
Petroleum, coal, chemicals, & rubber	- 4	+ 79	+ 255
Other manufacturing and mining	- 27	+ 96	+ 246
Trade--wholesale and retail	+ 17	- 43	+ 216
Commodity dealers	- 9	-345	- 194
Sales finance companies	+ 79	+306	- 249
Public utilities and transportation	+ 66	+167	+ 232
Construction	- 4	- 44	+ 2
All other types of business	+ 8	-143	--
Classified changes - net	+122	+375	+1,387
Unclassified changes - net	- 7	-180	+ 50
Net change in commercial and industrial loans	+115	+195	+1,437

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

In addition to the weekly table, a monthly table is attached showing changes during April compared with the preceding month and with April 1956, and also showing changes during the past twelve months.

Changes during April were more like those of April 1956 than March 1957 since the latter changes included large borrowings to pay quarterly income taxes.

For the four weeks ending April 24, the net repayments of loans to manufacturers of food, liquor, and tobacco products were larger than in the comparable period a year ago, but the net repayments of loans to public utilities were smaller. Loans to manufacturers of metals and metal products decreased during the current period in contrast to an increase a year ago.

CHANGES IN COMMERCIAL AND INDUSTRIAL LOANS OF A SAMPLE OF WEEKLY REPORTING MEMBER BANKS
BY INDUSTRY AND FEDERAL RESERVE DISTRICT,
WEEK ENDED WEDNESDAY, MAY 1, 1957

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	- 43.1	-2.3	-24.8	-2.9	+ 1.0	-1.0	- .4	- 4.1	-1.6	- .1	-1.0	- .3	- 5.6
Textiles, apparel, and leather	- 17.2	-2.8	-14.7	- .6	+ 1.0	-1.2	-1.3	+ .5	+ .3	+1.6	+ .3	+ .1	- .4
Metals and metal products (including machinery & transportation equipment)	+ 55.8	+1.9	+53.6	- .8	+ .3	+1.1	+1.0	- 8.3	+ .4	+3.0	- .4	+ .9	+ 3.1
Petroleum, coal, chemicals, and rubber	- 3.8	+ .2	- 4.7	--	+ 2.4	+ .4	+ .5	- 4.8	- .1	+ .9	+ .2	+2.0	- .8
Other manufacturing and mining	- 27.2	--	-23.0	- .8	-10.1	+ .3	- .3	+ 1.7	+ .4	+ .3	+ .1	+1.1	+ 3.1
Trade:													
Wholesale	(+ 16.9)	+4.1	+ 1.5	-1.8	+ .2	+ .3	+ .6	+ 4.8	+1.5	+1.5	+ .4	(+ .5)	- .6
Retail		- .8	+ .4	+3.0	- 1.2	+ .8	- .9	+ 2.6	+ .6	-1.2	+ .1		+ .5
Commodity dealers	- 8.9	-1.8	+ 8.0	+ .1	- 1.8	- .1	+ .3	- 3.4	- .7	-2.9	- .8	+ .2	- 6.0
Sales finance companies	+ 79.0	+ .6	+40.7	+1.5	+12.9	+1.7	+3.8	+ 4.5	+4.7	+3.7	-2.1	+3.8	+ 3.2
Public utilities (including transportation)	+ 66.0	+1.3	+55.3	+2.4	- 4.6	- .2	- .6	+ 5.0	- .7	+ .5	--	- .1	+ 7.7
Construction	- 4.0	+ .6	+ .3	+ .5	+ 1.8	+ .3	+ .9	+ 1.9	+ .9	-1.5	-2.7	-2.2	- 4.8
All other types of business	+ 8.4	- .6	+ 1.6	+1.8	- 1.4	-1.8	+4.3	+10.3	- .4	+ .8	-1.3	- .8	- 4.1
Net change in classified loans <u>1/</u>	+121.9	+ .4	+94.2	+2.4	+ .5	+ .6	+7.9	+10.7	+5.3	+6.6	-7.2	+5.2	- 4.7
Unclassified changes - net	- 6.9	+3.6	-49.2	+2.6	+ .5	+1.4	+1.1	+ 1.3	+ .7	+ .4	+1.2	+3.8	+25.7
Net change in commercial and industrial loans	+115.0	+4.0	+45.0	+5.0	+ 1.0	+2.0	+9.0	+12.0	+6.0	+7.0	-6.0	+9.0	+21.0

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 210 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 Apr. 24, 1957	4 weeks ended Mar. 27, 1957	4 weeks ended Apr. 25, 1956	12 months ended Apr. 24, 1957
	(In millions of dollars)			
Manufacturing and mining:				
Food, liquor, and tobacco	-73.8	+ 38.8	- 55.2	+ 387.3
Textiles, apparel, and leather	+ 6.4	+ 75.1	+ .8	+ 236.5
Metals and metal products (including machinery and transportation equipment)	-19.0	+ 442.8	+ 87.0	+ 920.4
Petroleum, coal, chemicals, and rubber	+29.3	+ 80.1	+ 57.0	+ 673.0
Other manufacturing and mining	+10.9	+ 91.5	+ 17.5	+ 332.4
Trade -- wholesale and retail	+64.3	+ 80.3	+ 90.6	+ 103.0
Commodity dealers	-83.0	- 111.0	- 80.1	+ 199.7
Sales finance companies	+91.6	+ 291.6	+ 41.0	+ 283.3
Public utilities (including transportation)	-39.2	+ 89.7	-117.7	+ 628.8
Construction	+ 4.1	+ 2.1	+ 28.1	- 49.5
All other types of business	-18.3	+ 8.2	- 20.9	+ 214.3
Net change in classified loans <u>1/</u>	-26.7	+1,089.2	+ 48.1	+3,929.2
Unclassified changes - net	-57.3	+ 51.8	+ 49.9	- 365.2
Net change in commercial and industrial loans	-84.0	+1,141.0	+ 98.0	+3,564.0

1/ See footnote on preceding table regarding current coverage.