

BOARD OF GOVERNORS OF THE FEDERAL RESERVE SYSTEM

H.12

(For Immediate Release)

July 31, 1957

CHANGES IN COMMERCIAL AND INDUSTRIAL LOANS BY INDUSTRY

Net decreases of \$107 million in loans to sales finance companies and \$83 million to manufacturers of metals and metal products were the principal factors in the \$286 million decrease in commercial and industrial loans at weekly reporting member banks during the week ended July 24.

Other net decreases included \$26 million in loans to manufacturers of food, liquor, and tobacco products, \$19 million to the wholesale and retail trade, \$14 million to manufacturers and producers of petroleum, coal, chemicals, and rubber products, \$13 million to the construction industry, and \$45 million to unclassified borrowers. The decreases in loans to manufacturers of metals and metal products and to the construction industry were the largest weekly decreases in these categories since last January.

The only increases during the week were \$21 million in loans to public utilities, \$13 million to commodity dealers, and \$2 million to "other" manufacturing and mining.

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 ended <u>July 24^{p/}</u>	<u>Cumulative since year-end</u>	
		<u>Dec. 26, 1956</u> to <u>July 24, 1957^{p/}</u>	<u>Dec. 28, 1955</u> to <u>July 25, 1956</u>
		(In millions of dollars)	
Manufacturing and mining:			
Food, liquor, and tobacco	- 26	-542	- 402
Textiles, apparel, and leather	- 6	+156	+ 267
Metals and metal products	- 83	+772	+1,241
Petroleum, coal, chemicals, and rubber	- 14	+267	+ 488
Other manufacturing and mining	+ 2	+221	+ 445
Trade--wholesale and retail	- 19	- 39	+ 167
Commodity dealers	+ 13	-497	- 244
Sales finance companies	-107	+ 76	- 525
Public utilities and transportation	+ 21	+432	+ 337
Construction	- 13	- 10	+ 39
All other types of business	<u>- 10</u>	<u>- 58</u>	<u>+ 172</u>
Classified changes - net	-241	+778	+1,985
Unclassified changes - net	<u>- 45</u>	<u>-264</u>	<u>+ 29</u>
Net change in commercial and industrial loans	-286	+514	+2,014

^{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 24, 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 ^{q/}
	(In millions of dollars)												
Manufacturing and mining:													
Food, liquor, and tobacco	- 25.5	-1.2	- 17.5	+ .3	- 3.0	+1.1	-1.6	- 5.3	+4.6	- .1	+1.2	+ .4	- 4.4
Textiles, apparel, and leather	- 6.2	+1.4	- 7.7	+ .1	--	- .2	+ .3	- .3	- .4	+ .1	--	- .3	+ .8
Metals and metal products (including machinery & transportation equipment)	- 82.8	-4.2	- 36.2	-4.1	- 6.5	+ .5	-1.6	-27.8	+ .7	-3.5	--	- .2	+ .1
Petroleum, coal, chemicals, and rubber	- 13.8	+ .1	- 14.4	- .8	- .5	- .2	- .1	+ 4.7	- .1	- .5	+ .3	-2.9	+ .6
Other manufacturing and mining	+ 1.6	- .7	- 2.4	- .1	+ 1.8	- .5	-1.0	+ 2.6	- .5	- .3	- .3	+ .8	+ 2.2
Trade:													
Wholesale	(- 19.1)	- .7	+ 2.6	- .8	- 1.7	-1.0	- .5	+ .4	+ .2	+1.2	+1.1	(-2.5)	- 2.9
Retail	(- 19.1)	-2.1	- 4.4	+4.5	- .1	- .2	-1.9	- 1.0	-1.4	- .7	- .9	(-2.5)	- 6.3
Commodity dealers	+ 13.4	-2.0	- 7.8	+1.1	+ 4.2	+1.2	- .1	+ 4.1	+4.5	- .5	+2.3	+5.0	+ 1.4
Sales finance companies	-107.2	+ .5	- 77.5	-6.8	-10.8	+1.1	+ .3	- 8.1	+2.2	- .2	-2.3	-2.0	- 3.6
Public utilities (including transportation)	+ 21.3	+5.5	+ 9.9	- .7	+ 2.4	+ .7	+1.1	+ 2.3	-1.5	--	+ .8	--	+ .8
Construction	- 12.8	-1.3	- 5.9	- .7	- .8	-1.0	- .6	- 1.8	- .4	- .2	- .6	+ .1	+ .4
All other types of business	- 10.0	- .7	- 3.0	- .6	+ .6	+1.1	-1.8	- 4.4	+1.2	+ .3	- .5	+ .1	- 2.3
Net change in classified loans ^{1/}	-241.1	-5.4	-164.3	-8.6	-14.4	+2.6	-7.5	-34.6	+9.1	-4.4	+1.1	-1.5	-13.2
Unclassified changes - net	- 44.9	+1.4	- 13.7	+ .6	- .6	+ .4	+ .5	- 7.4	- .1	- .6	+ .9	- .5	-25.8
Net change in commercial and industrial loans	-286.0	-4.0	-178.0	-8.0	-15.0	+3.0	-7.0	-42.0	+9.0	-5.0	+2.0	-2.0	-39.0

^{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.