

BOARD OF GOVERNORS OF THE FEDERAL RESERVE SYSTEM

H.12

(For Immediate Release)

August 14, 1957

CHANGES IN COMMERCIAL AND INDUSTRIAL LOANS BY INDUSTRY

The net change in commercial and industrial loans at weekly reporting member banks during the week ended August 7 amounted to \$12 million. Net increases of \$30 million in loans to manufacturers of food, liquor, and tobacco products, \$25 million to manufacturers and producers of petroleum, coal, chemicals, and rubber products, \$13 million to "other" types of business, and \$12 million to manufacturers of textiles, apparel, and leather products, were largely offset by net decreases of \$39 million in loans to manufacturers of metals and metal products, \$21 million to sales finance companies, and \$10 million to public utilities.

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 ended <u>Aug. 7^{p/}</u>	<u>Cumulative since mid-year</u>	
		<u>June 26, 1957</u>	<u>June 27, 1956</u>
		to <u>Aug. 7, 1957^{p/}</u>	to <u>Aug. 8, 1956</u>
(In millions of dollars)			
Manufacturing and mining:			
Food, liquor, and tobacco	+30	- 53	- 80
Textiles, apparel, and leather	+12	+ 33	+ 56
Metals and metal products	-39	-268	-170
Petroleum, coal, chemicals, and rubber	+25	- 3	+ 35
Other manufacturing and mining	+ 4	+ 14	+ 81
Trade--wholesale and retail	+ 2	- 39	- 20
Commodity dealers	+ 2	+ 44	+239
Sales finance companies	-21	-302	-180
Public utilities and transportation	-10	- 94	- 34
Construction	+ 4	+ 13	- 14
All other types of business	<u>+13</u>	<u>+ 11</u>	<u>+ 65</u>
Classified changes - net	+22	-644	- 22
Unclassified changes - net	<u>-10</u>	<u>-131</u>	<u>- 85</u>
Net change in commercial and industrial loans	+12	-775	-107

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

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

Changes during July were in the same direction as in July 1956 in most major business categories. The decrease in loans to manufacturers of metals and metal products was the largest monthly decrease in this category since June 1954.

CHANGES IN COMMERCIAL AND INDUSTRIAL LOANS OF A SAMPLE OF WEEKLY REPORTING MEMBER BANKS
BY INDUSTRY AND FEDERAL RESERVE DISTRICT,
WEEK ENDED WEDNESDAY, AUGUST 7, 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	+29.6	+ .9	- .6	+2.1	+1.1	+2.7	+1.7	+10.4	+2.2	+ .6	+1.4	+ .5	+ 6.6
Textiles, apparel, and leather	+12.2	+5.4	- 1.0	+1.5	+1.3	+1.0	+ .5	+ .9	+1.0	+ .1	+ .2	+ .2	+1.1
Metals and metal products (including machinery & transportation equipment)	-39.3	- .3	-24.8	-8.5	-2.8	+ .1	+ .1	- 1.6	+ .5	-1.1	- .2	-1.5	+ .8
Petroleum, coal, chemicals, and rubber	+24.5	+ .8	+14.2	+ .6	+ .5	+ .2	- .1	+ 8.3	- .4	+ .2	+ .1	+ .4	- .3
Other manufacturing and mining	+ 4.3	+ .1	+ 3.4	- .2	+ .2	--	-1.2	+ 1.6	+ .5	- .6	+ .1	- .3	+ .7
Trade:													
Wholesale	(+ 2.4)	-3.3	+ 1.0	+ .5	+ .4	--	+ .5	- 1.5	+ .4	--	+ .9	(- .2)	+ 1.4
Retail	(+ 2.4)	- .4	+ 6.8	+ .5	+ .8	+ .5	- .2	- 8.8	- .5	+ .7	+1.2	(- .2)	+ 1.7
Commodity dealers	+ 2.2	+ .8	- 8.2	+ .4	+ .6	- .4	+ .9	+ 1.1	-1.7	+4.2	+2.0	+ .1	+ 2.4
Sales finance companies	-21.4	-3.4	+13.3	-2.2	-3.4	-1.5	-4.9	- 5.1	-5.9	+ .6	-2.3	--	- 6.6
Public utilities (including transportation)	-10.1	+1.4	- 7.7	- .1	-2.7	+1.8	-2.9	+ 1.9	+1.3	--	+ .1	+ .6	- 3.8
Construction	+ 4.0	+ .3	+ .6	- .7	+ .3	+ .6	+ .2	--	+ .9	+ .6	--	+ .1	+ 1.1
All other types of business	+13.4	+1.5	+13.7	+1.8	+2.4	-3.8	- .7	- 3.5	+ .5	+ .3	- .3	+ .4	+ 1.1
Net change in classified loans <u>1/</u>	+21.8	+3.8	+10.7	-4.3	-1.3	+1.2	-6.1	+ 3.7	-1.2	+5.6	+3.2	+ .3	+ 6.2
Unclassified changes - net	- 9.8	-4.8	+ 4.3	- .7	+ .3	+ .8	+ .1	+ 1.3	+ .2	-1.6	+ .8	- .3	-10.2
Net change in commercial and industrial loans	+12.0	-1.0	+15.0	-5.0	-1.0	+2.0	-6.0	+ 5.0	-1.0	+4.0	+4.0	--	- 4.0

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.

Business of Borrower	5 weeks ended July 31, 1957	4 weeks ended June 26, 1957	4 weeks ended July 25, 1956	12 months ended July 31, 1957
	(In millions of dollars)			
Manufacturing and mining:				
Food, liquor, and tobacco	- 82.6	+ 18.9	-100.4	+ 384.2
Textiles, apparel, and leather	+ 20.6	+ 40.4	+ 28.6	+ 134.1
Metals and metal products (including machinery and transportation equipment)	-228.5	+ 294.5	-120.6	+ 755.7
Petroleum, coal, chemicals, and rubber	- 27.2	+ 201.1	+ 64.0	+ 626.9
Other manufacturing and mining	+ 9.4	+ 97.3	+ 75.3	+ 219.7
Trade -- Wholesale and retail	- 41.6	+ 48.4	- 3.6	+ 139.2
Commodity dealers	+ 41.6	- 65.6	+141.6	+ 100.0
Sales finance companies	-280.2	+ 314.9	-203.7	+ 387.3
Public utilities (including transportation)	- 83.4	+ 350.9	- 28.1	+ 807.2
Construction	+ 9.0	+ 28.7	- 15.5	- 53.5
All other types of business	- 2.5	+ 85.3	+ 23.6	+ 95.9
Net change in classified loans <u>1</u> /	-665.4	+1,414.8	-138.8	+3,596.7
Unclassified changes - net	-121.6	r/+ 21.2	- 90.2	- 446.7
Net change in commercial and industrial loans	-787.0	r/+1,436.0	-229.0	+3,150.0

r/ Revised.

1/ See footnote on preceding table regarding current coverage.