

BOARD OF GOVERNORS OF THE FEDERAL RESERVE SYSTEM

H.12

(For Immediate Release)

September 11, 1957

CHANGES IN COMMERCIAL AND INDUSTRIAL LOANS BY INDUSTRY

Net increases of \$61 million in loans to sales finance companies, \$33 million to manufacturers and producers of petroleum, coal, chemicals, and rubber products, \$14 million each to public utilities and to "other" manufacturing and mining were largely offset by decreases of \$48 million in loans to manufacturers of metals and metal products and \$16 million to commodity dealers. The net increase in commercial and industrial loans at weekly reporting member banks during the week ended September 4, 1957, was \$52 million.

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 Sept. 4 <sup>p/</sup>	Cumulative since mid-year	
		June 26, 1957 to Sept. 4, 1957 <sup>p/</sup>	June 27, 1956 to Sept. 5, 1956
(In millions of dollars)			
Manufacturing and mining:			
Food, liquor, and tobacco	+13	+ 2	+ 44
Textiles, apparel, and leather	- 2	+ 68	+ 85
Metals and metal products	-48	-415	-296
Petroleum, coal, chemicals, and rubber	+33	+ 5	+293
Other manufacturing and mining	+14	+ 34	+133
Trade--wholesale and retail	+ 5	- 7	+ 8
Commodity dealers	-16	+182	+264
Sales finance companies	+61	-216	- 84
Public utilities and transportation	+14	- 52	+ 40
Construction	+ 2	+ 16	- 6
All other types of business	-10	+ 33	+102
Classified changes - net	+66	-350	+584
Unclassified changes - net	-14	-112	- 79
Net change in commercial and industrial loans	+52	-462	+505

<sup>p/</sup> Preliminary; see footnote on attached table.

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

Changes during August were in the same direction as in August 1956 in all industrial classifications except loans to manufacturers and producers of petroleum, coal, chemicals, and rubber products.

The August 1957 increases in loans to commodity dealers and to manufacturers of food, liquor, and tobacco products were seasonal and the largest monthly increases in these categories this year.

CHANGES IN COMMERCIAL AND INDUSTRIAL LOANS OF A SAMPLE OF WEEKLY REPORTING MEMBER BANKS  
BY INDUSTRY AND FEDERAL RESERVE DISTRICT,  
WEEK ENDED WEDNESDAY, SEPTEMBER 4, 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	+13.3	- .7	+ .3	- .8	+ .1	+ 3.1	+ .8	+ 5.9	+ .4	- .4	- .8	+ .5	+ 4.9
Textiles, apparel, and leather	- 2.3	- .9	--	+ .7	- .3	+ .8	- .7	+ 1.3	- 3.3	+ .2	+ .3	--	- .4
Metals and metal products (including machinery & transportation equipment)	-48.2	- .6	-18.2	+ 2.3	-15.5	--	- .4	-11.4	- .5	-2.2	- .5	--	- 1.2
Petroleum, coal, chemicals, and rubber	+33.3	+ .7	+30.5	- .5	- 1.4	- .2	+1.7	+ 1.5	+ 1.0	- .1	- .4	+ .4	+ .1
Other manufacturing and mining	+13.8	+ .4	+10.5	- .7	+ .2	- .3	- .8	+ 3.2	- .3	--	+ .1	+ .2	+ 1.3
Trade:													
Wholesale	(+ 5.3)	- .5	- .8	+ .4	- 1.4	+ 1.0	- .5	+ 1.1	+ .5	-2.0	- .3	(-1.6)	+ 2.1
Retail		-1.4	+ 7.8	+ .5	+ .4	--	+1.0	- .3	+ .4	+ .5	- .2	(-1.6)	- 1.4
Commodity dealers	-15.5	-1.3	- 6.0	- .1	+ .3	+ .5	- .8	+ .1	- 9.2	+2.0	- .3	-2.4	+ 1.7
Sales finance companies	+60.5	+9.4	+10.4	+ 3.8	+11.8	+ 1.2	+ .7	+19.6	+ .1	+1.2	-1.0	+2.6	+ .7
Public utilities (including transportation)	+14.3	- .4	+ 7.2	- .2	+ 1.8	+ 5.6	+1.0	- .7	- .5	- .1	- .1	+ .5	+ .2
Construction	+ 2.0	- .3	+10.5	- .4	- 2.4	+ .4	- .7	- 1.0	- .3	- .1	- .3	-3.0	- .4
All other types of business	-10.3	-1.9	- 6.4	- 3.0	- .9	+ .4	-2.6	+ .5	- 1.3	- .2	+ .7	+3.8	+ .6
Net change in classified loans <u>1/</u>	+66.2	+2.5	+45.8	+ 2.0	- 7.3	+12.5	-1.3	+19.8	-13.0	-1.2	-2.8	+1.0	+ 8.2
Unclassified changes - net	-14.2	-4.5	-12.8	--	+ .3	- 2.5	- .7	- .8	- 1.0	- .8	-2.2	-1.0	+11.8
Net change in commercial and industrial loans	+52.0	-2.0	+33.0	+ 2.0	- 7.0	+10.0	-2.0	+19.0	-14.0	-2.0	-5.0	--	+20.0

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	4 weeks ended Aug. 28, 1957	5 weeks ended July 31, 1957	4 weeks ended Aug. 29, 1956	12 months ended Aug. 28, 1957
	(In millions of dollars)			
Manufacturing and mining:				
Food, liquor, and tobacco	+ 70.9	- 82.6	+114.9	+ 340.2
Textiles, apparel, and leather	+ 49.7	+ 20.6	+ 47.7	+ 136.1
Metals and metal products (including machinery and transportation equipment)	-138.3	-228.5	-138.8	+ 756.2
Petroleum, coal, chemicals, and rubber	- 1.2	- 27.2	+ 54.1	+ 571.6
Other manufacturing and mining	+ 10.8	+ 9.4	+ 59.8	+ 170.7
Trade -- wholesale and retail	+ 29.2	- 41.6	+ 1.8	+ 166.6
Commodity dealers	+155.7	+ 41.6	+107.6	+ 148.1
Sales finance companies	+ 3.8	-280.2	+137.2	+ 253.9
Public utilities (including transportation)	+ 17.2	- 83.4	+ 52.0	+ 772.4
Construction	+ 5.4	+ 9.0	+ 19.1	- 67.2
All other types of business	+ 45.8	- 2.5	+ 85.9	+ 55.8
Net change in classified loans <u>1/</u>	+249.0	-665.4	+541.3	+3,304.4
Unclassified changes - net	+ 24.0	-121.6	+ 9.7	- 432.4
Net change in commercial and industrial loans	+273.0	-787.0	+551.0	+2,872.0

1/ See footnote on preceding table regarding current coverage.