

BOARD OF GOVERNORS OF THE FEDERAL RESERVE SYSTEM

H.12

(For Immediate Release)

October 2, 1957

CHANGES IN COMMERCIAL AND INDUSTRIAL LOANS BY INDUSTRY

Net decreases of \$87 million in loans to manufacturers of metals and metal products and \$80 million to sales finance companies were the principal factors in the net decrease of \$203 million in commercial and industrial loans at weekly reporting member banks during the week ended September 25.

Most of the other business categories also decreased, and the principal offsetting increases were \$16 million in loans to public utilities and \$15 million to manufacturers of food, liquor, and tobacco products. The net decrease in loans to manufacturers of metals and metal products was the largest weekly decrease in this business category since May 1956.

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>Sept. 25^p/</u>	<u>Cumulative since mid-year</u>	
		<u>June 26, 1957</u> to <u>Sept. 25, 1957^p/</u>	<u>June 27, 1956</u> to <u>Sept. 26, 1956</u>
		(In millions of dollars)	
Manufacturing and mining:			
Food, liquor, and tobacco	+ 15	+148	+211
Textiles, apparel, and leather	- 26	+ 23	+ 93
Metals and metal products	- 87	-409	-243
Petroleum, coal, chemicals, and rubber	+ 10	+ 36	+345
Other manufacturing and mining	- 24	+ 22	+155
Trade--wholesale and retail	- 5	+ 47	+ 55
Commodity dealers	--	+179	+330
Sales finance companies	- 80	- 79	-174
Public utilities and transportation	+ 16	- 28	+ 81
Construction	- 10	+ 15	- 11
All other types of business	+ 3	+ 64	+136
Classified changes - net	-189	+ 19	+977
Unclassified changes - net	- 14	-156	-120
Net change in commercial and industrial loans	-203	-137	+857

^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, SEPTEMBER 25, 1957

Business of Borrower	All Dis- tricts <u>p/</u>	Boston	New York	Phila- delphia	Cleve- land	Rich- mond	Atlanta	Chicago	St. Louis	Minne- apolis	Kansas City	Dallas	San Fran- cisco <u>p/</u>
	(In millions of dollars)												
Manufacturing and mining:													
Food, liquor, and tobacco	+ 14.7	- .1	+ 7.9	+ .2	+ .9	+ .6	+ .1	- .3	+1.5	+ .3	- .3	+ .1	+3.8
Textiles, apparel, and leather	- 26.2	- 5.7	- 10.7	- 1.0	- .8	- .2	- .5	- 5.0	- .6	- .1	- .2	- .1	-1.3
Metals and metal products (including machinery & transportation equipment)	- 87.2	- 2.2	- 56.2	- 1.6	-14.7	- .4	+ .9	-10.4	-1.1	+ .5	- .6	+ .1	-1.5
Petroleum, coal, chemicals, and rubber	+ 10.0	+ .9	+ 9.5	+ .7	+ .1	- .4	+1.7	- .2	- .1	- .4	- .2	- .7	- .9
Other manufacturing and mining	- 24.0	- 2.2	- 14.1	- 1.2	- 1.2	+ .2	- .8	- 2.4	+ .5	+ .6	--	-1.1	-2.3
Trade:													
Wholesale	(- 4.5)	- .5	- 2.0	- .7	+ .3	+1.1	- .3	- 1.1	+2.0	+ .3	- .1	(- .7)	-6.0
Retail	(- 4.5)	+ .6	+ 4.3	- .5	+ .1	+1.0	+ .4	- 2.2	- .3	+ .7	- .4	(+ .7)	- .9
Commodity dealers	+ .1	+ .3	+ 3.2	- .1	+ .1	+ .5	+ .7	- 2.1	-1.2	+ .5	- .5	-2.6	+1.3
Sales finance companies	- 80.3	- 2.8	- 67.0	- 5.5	+ 4.0	-2.9	-4.4	+ 3.8	-1.7	-1.4	- .9	- .8	- .7
Public utilities (including transportation)	+ 15.6	- 1.4	+ 15.9	-16.6	+ 1.6	- .9	+2.3	+15.0	+2.2	+ .4	+ .5	- .7	-2.7
Construction	- 9.6	- 1.6	+ 1.7	- .2	- 1.4	-1.0	- .4	- 3.3	- .3	-1.0	- .4	- .5	-1.2
All other types of business	+ 2.7	+ .9	- 5.9	+ .1	- 2.0	-1.6	- .5	+ 3.8	--	+ .3	+1.1	+2.0	+4.5
Net change in classified loans <u>1/</u>	-188.7	-13.8	-113.4	-26.4	-13.0	-5.0	- .8	- 4.4	+ .9	+ .7	-2.0	-3.6	-7.9
Unclassified changes - net	- 14.3	- 1.2	- 5.6	- 3.6	- 1.0	+2.0	- .2	- 7.6	+1.1	-2.7	-2.0	+ .6	+5.9
Net change in commercial and industrial loans	-203.0	-15.0	-119.0	-30.0	-14.0	-3.0	-1.0	-12.0	+2.0	-2.0	-4.0	-3.0	-2.0

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.