

BOARD OF GOVERNORS OF THE FEDERAL RESERVE SYSTEM

H.12

(For Immediate Release)

October 9, 1957

CHANGES IN COMMERCIAL AND INDUSTRIAL LOANS BY INDUSTRY

During the week ended October 2, the net decrease in commercial and industrial loans at weekly reporting member banks amounted to \$82 million. The principal net decreases were \$32 million in loans to "other" manufacturing concerns, \$26 million to manufacturers of metals and metal products, and \$44 million to unclassified borrowers. Offsetting net increases included \$29 million in loans to public utilities and \$26 million to manufacturers of food, liquor, and tobacco products.

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>	<u>Week ended Oct. 2<sup>p/</sup></u>	<u>Cumulative since mid-year</u>	
		<u>June 26, 1957 to Oct. 2, 1957<sup>p/</sup></u>	<u>June 27, 1956 to Oct. 3, 1956</u>
(In millions of dollars)			
Manufacturing and mining:			
Food, liquor, and tobacco	+26	+188	+ 294
Textiles, apparel, and leather	- 8	+ 15	+ 92
Metals and metal products	-26	-435	- 290
Petroleum, coal, chemicals, and rubber	-16	+ 18	+ 361
Other manufacturing and mining	-32	- 10	+ 151
Trade--wholesale and retail	+17	+ 67	+ 68
Commodity dealers	+12	+192	+ 371
Sales finance companies	-12	-105	- 221
Public utilities and transportation	+29	- 5	+ 129
Construction	-18	- 3	- 12
All other types of business	-10	+ 53	+ 143
Classified changes - net	-38	- 25	+1,086
Unclassified changes - net	-44	-187	- 104
Net change in commercial and industrial loans	-82	-212	+ 982

p/ Preliminary; see footnote on attached table.

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

All industrial classifications except loans to manufacturers of textiles, apparel, and leather products, manufacturers of metals and metal products, and to commodity dealers increased their borrowings in September; the textile decrease followed three months of increases while this was the third consecutive monthly decrease in the metals category.

The net decrease in loans to commodity dealers, although only \$17 million, was the first decrease during a September since the series was started in 1951. Loans to manufacturers of food, liquor, and tobacco products, usually having a seasonal pattern similar to commodity dealers, showed a large increase. The principal increase in September was in loans to sales finance companies, in contrast to September 1956 when it was one of only two business categories reporting a net decrease in loans.

CHANGES IN COMMERCIAL AND INDUSTRIAL LOANS OF A SAMPLE OF WEEKLY REPORTING MEMBER BANKS  
BY INDUSTRY AND FEDERAL RESERVE DISTRICT,  
WEEK ENDED WEDNESDAY, OCTOBER 2, 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	+25.8	+ .8	+ 9.1	- .4	- .7	+ .2	+ .7	+ 5.3	+1.0	+ .7	--	+ .5	+8.6
Textiles, apparel, and leather	- 7.5	+3.7	- 2.9	- .9	- .8	-2.1	-1.3	- 1.9	-1.3	- .2	- .1	- .3	+ .6
Metals and metal products (including machinery & transportation equipment)	-26.0	-1.3	-15.4	+2.2	+3.0	+ .1	+ .1	-11.8	- .9	- .1	+ .2	- .4	-1.7
Petroleum, coal, chemicals, and rubber	-15.5	+ .9	-23.5	- .5	+1.1	- .1	- .2	+ 5.3	- .9	+ .6	+2.5	- 1.9	+1.2
Other manufacturing and mining	-32.4	+ .2	-23.9	-1.8	-1.8	-1.3	- .1	- 1.8	+ .2	- .4	+ .5	- .2	-2.0
Trade:													
Wholesale	( )	-2.0	+ 7.8	+ .4	+ .5	- .1	+ .6	+ .6	+1.9	- .6	+ .2	( )	+3.8
Retail	(+17.3)	- .4	+ 9.5	- .7	+ .2	+ .4	- .1	- 3.2	-1.4	+1.1	+ .6	(- .2)	-1.6
Commodity dealers	+11.6	-3.6	+ 9.0	- .9	+1.1	+1.2	-1.3	+ 1.5	+4.1	-1.1	- .1	+ .8	+ .9
Sales finance companies	-12.3	+1.0	+25.0	-2.1	-2.2	+ .1	+2.6	-27.2	-1.5	+1.4	+2.4	- 5.2	-6.6
Public utilities (including transportation)	+28.9	+3.7	+23.0	- .7	+1.0	+ .7	- .7	+ .6	+3.3	- .2	- .5	- .1	-1.2
Construction	-17.9	+ .9	- 6.3	- .9	- .2	-1.6	- .1	- 6.3	- .2	- .5	-1.4	- .9	- .4
All other types of business	-10.3	-2.1	- .3	- .5	+1.6	+2.4	- .1	- 3.0	- .3	-1.0	+ .8	- 2.3	-5.5
Net change in classified loans <u>1/</u>	-38.3	+1.8	+11.1	-6.8	+2.8	- .1	+ .1	-41.9	+4.0	- .3	+5.1	-10.2	-3.9
Unclassified changes - net	-43.7	-4.8	-22.1	-2.2	-3.8	- .9	-1.1	- 5.1	+1.0	-1.7	- .1	- .8	-2.1
Net change in commercial and industrial loans	-82.0	-3.0	-11.0	-9.0	-1.0	-1.0	-1.0	-47.0	+5.0	-2.0	+5.0	-11.0	-6.0

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 Sept. 25, 1957	4 weeks ended Aug. 28, 1957	4 weeks ended Sept. 26, 1956	12 months ended Sept. 25, 1957
	(In millions of dollars)			
Manufacturing and mining:				
Food, liquor, and tobacco	+173.8	+ 70.9	+196.0	+ 318.0
Textiles, apparel, and leather	- 47.5	+ 49.7	+ 16.2	+ 72.4
Metals and metal products (including machinery and transportation equipment)	- 42.9	-138.3	+ 16.3	+ 697.0
Petroleum, coal, chemicals, and rubber	+ 62.2	- 1.2	+227.2	+ 406.6
Other manufacturing and mining	+ 2.6	+ 10.8	+ 19.8	+ 153.5
Trade -- wholesale and retail	+ 61.8	+ 29.2	+ 57.2	+ 171.2
Commodity dealers	- 16.5	+155.7	+ 80.5	+ 51.1
Sales finance companies	+183.7	+ 3.8	-107.0	+ 544.6
Public utilities (including transportation)	+ 32.6	+ 17.2	+ 56.6	+ 748.4
Construction	+ .1	+ 5.4	- 14.9	- 52.2
All other types of business	+ 19.9	+ 45.8	+ 26.9	+ 48.8
Net change in classified loans <u>1/</u>	+429.8	+249.0	+574.8	+3,159.4
Unclassified changes - net	- 45.8	+ 24.0	- 39.8	- 438.4
Net change in commercial and industrial loans	+384.0	+273.0	+535.0	+2,721.0

1/ See footnote on preceding table regarding current coverage.