

BOARD OF GOVERNORS OF THE FEDERAL RESERVE SYSTEM

H.12

(For Immediate Release)

October 23, 1957

CHANGES IN COMMERCIAL AND INDUSTRIAL LOANS BY INDUSTRY

A net decrease of \$121 million in loans to sales finance companies, the fourth consecutive weekly decrease in this category, was the principal factor in the \$53 million decrease in commercial and industrial loans at weekly reporting member banks during the week ended October 16. Other net decreases included \$28 million in loans to manufacturers of textiles, apparel, and leather products and \$37 million to unclassified borrowers.

Offsetting net increases during the week were \$57 million in loans to the wholesale and retail trade, \$33 million each to manufacturers of food, liquor, and tobacco products and to commodity dealers, \$13 million to public utilities, and \$11 million to manufacturers of metals and metal products. The increase in loans to the wholesale and retail trade was the largest in this business category since November 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>Oct. 16<sup>p/</sup></u>	Cumulative since mid-year	
		June 26, 1957 to <u>Oct. 16, 1957<sup>p/</sup></u>	June 27, 1956 to <u>Oct. 17, 1956</u>
(In millions of dollars)			
Manufacturing and mining:			
Food, liquor, and tobacco	+ 33	+261	+ 427
Textiles, apparel, and leather	- 28	- 26	+ 73
Metals and metal products	+ 11	-432	- 347
Petroleum, coal, chemicals, and rubber	- 8	+ 7	+ 394
Other manufacturing and mining	- 2	- 11	+ 134
Trade--wholesale and retail	+ 57	+147	+ 154
Commodity dealers	+ 33	+241	+ 458
Sales finance companies	-121	-401	- 483
Public utilities and transportation	+ 13	- 48	+ 149
Construction	- 8	- 8	- 31
All other types of business	+ 4	+ 73	+ 130
Classified changes - net	- 16	-196	+1,057
Unclassified changes - net	- 37	-250	- 97
Net change in commercial and industrial loans	- 53	-446	+ 960

<sup>p/</sup> 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, OCTOBER 16, 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)													
<b>Manufacturing and mining:</b>													
Food, liquor, and tobacco	+ 32.5	+ 3.6	+17.8	+ .1	+ 1.7	+ .2	+1.3	+ .6	+2.9	- .2	- .1	+2.1	+ 2.5
Textiles, apparel, and leather	- 28.4	- 1.2	-14.4	- 1.2	+ .5	-1.6	-1.4	- 4.3	- .5	- .6	-2.4	- .2	- 1.1
Metals and metal products (including machinery & transportation equipment)	+ 10.7	- 1.0	+ 9.2	--	+ 6.2	- .2	- .3	+ .3	-2.3	- .9	- .7	+2.2	- 1.8
Petroleum, coal, chemicals, and rubber	- 7.5	+ 1.6	-15.3	+1.0	+ .7	--	+1.0	+ .6	- .1	+ .1	+1.1	+2.6	- .8
Other manufacturing and mining	- 2.2	- 4.4	+ 3.4	- .5	+ .9	- .9	- .5	+ 1.5	- .8	- .6	- .2	+ .4	- .5
<b>Trade:</b>													
Wholesale	(+ 57.2)	+ .5	+ 9.5	+ 4.1	- .7	+1.3	+1.3	+ 2.0	+ .8	+1.3	+ .7	(+1.6)	+ 2.3
Retail	(+ 57.2)	+ 2.2	+13.3	+ 3.1	+ 1.8	+2.0	+1.6	+ 2.0	+1.7	+3.5	+1.5	(+1.6)	- .2
Commodity dealers	+ 32.5	- .8	+10.5	+ 1.0	+ 1.5	- .2	- .5	+ 3.3	+9.2	+2.1	- .9	+4.6	+ 2.7
Sales finance companies	-120.5	- 7.7	-21.8	-19.2	-16.6	-3.2	-2.1	-29.7	- .5	-1.3	- .9	-5.7	-11.8
Public utilities (including transportation)	+ 13.4	+10.3	+18.4	- 3.0	- 3.1	-1.8	+ .9	- 8.2	+ .4	--	+ .2	- .1	- .6
Construction	- 7.9	- .4	- 2.4	+ .1	+ .3	+1.2	+ .5	- 1.9	-1.7	- .1	- .5	-1.5	- 1.5
All other types of business	+ 4.0	+ 1.6	- 1.3	- 1.2	- .2	+1.8	- .6	+ 1.3	+ .5	--	+1.7	--	+ .4
Net change in classified loans <u>1/</u>	- 16.2	+ 4.3	+26.9	-15.7	- 7.0	-1.4	+1.2	-32.5	+9.6	+3.3	- .5	+6.0	-10.4
Unclassified changes - net	- 36.8	-21.3	-22.9	- .3	- 3.0	+1.4	-1.2	- 7.5	- .6	+2.7	+1.5	-1.0	+15.4
Net change in commercial and industrial loans	- 53.0	-17.0	+ 4.0	-16.0	-10.0	--	--	-40.0	+9.0	+6.0	+1.0	+5.0	+ 5.0

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.