

BOARD OF GOVERNORS OF THE FEDERAL RESERVE SYSTEM

H.12

(For Immediate Release)

November 13, 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 November 6, was a decrease of only \$3 million. The larger decreases were \$46 million in loans to manufacturers of metals and metal products, \$13 million to public utilities, and \$12 million to "other" types of business. Offsetting net increases included \$37 million in loans to commodity dealers, \$15 million to manufacturers of food, liquor, and tobacco products, and \$13 million to manufacturers and producers of petroleum, coal, chemicals, and rubber 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>	Week ended Nov. 6 ^{p/}	Cumulative since mid-year	
		June 26, 1957 to Nov. 6, 1957 ^{p/}	June 27, 1956 to Nov. 7, 1956
(In millions of dollars)			
Manufacturing and mining:			
Food, liquor, and tobacco	+15	+302	+ 554
Textiles, apparel, and leather	-10	-124	+ 14
Metals and metal products	-46	-506	- 312
Petroleum, coal, chemicals, and rubber	+13	+ 26	+ 462
Other manufacturing and mining	-10	- 63	+ 104
Trade--wholesale and retail	+10	+205	+ 249
Commodity dealers	+37	+306	+ 571
Sales finance companies	+ 1	-501	- 503
Public utilities and transportation	-13	- 40	+ 177
Construction	+ 1	- 22	- 40
All other types of business	-12	- 23	+ 151
Classified changes - net	-15	-440	+1,426
Unclassified changes - net	+12	-356	- 179
Net change in commercial and industrial loans	- 3	-796	+1,247

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

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

Although changes during October were in the same direction as in October 1956 in all but one of the industrial classifications, current decreases were generally larger and the increases smaller, and net change was a decrease instead of an increase as reported in October 1956.

The decreases in loans to "other" manufacturing and mining and to sales finance companies were the largest monthly decreases in these categories since the series was started in 1951; and the decrease in loans to manufacturers of textiles, apparel, and leather products was the largest since October of that year.

CHANGES IN COMMERCIAL AND INDUSTRIAL LOANS OF A SAMPLE OF WEEKLY REPORTING MEMBER BANKS
 BY INDUSTRY AND FEDERAL RESERVE DISTRICT
 WEEK ENDED WEDNESDAY, NOVEMBER 6, 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	+14.8	+1.7	+7.3	+ .3	-2.1	- .6	+ .7	+1.0	+ .9	+1.2	+ 3.7	+ .7	--
Textiles, apparel, and leather	- 9.8	-3.0	- 6.9	- .1	- .7	+1.4	- .9	+2.4	- 2.0	- .2	+ .1	- .1	+ .2
Metals and metal products (including machinery & transportation equipment)	-46.4	-1.8	-27.0	-4.9	+1.1	-1.5	-1.2	-13.2	- 1.8	+2.4	- 1.6	+ 3.0	+ .1
Petroleum, coal, chemicals, and rubber	+12.9	- .3	+13.7	+ .2	-1.6	+ .5	+ .5	- .9	+1.1	+ .2	+ .4	+ .5	- 1.4
Other manufacturing and mining	- 9.8	-1.0	- 1.0	- .5	- .9	- .1	- .3	- 2.3	- 3.1	- .2	+ .7	- .8	- .3
Trade:													
Wholesale	(- .5	- 2.5	+ .6	- .5	+ .6	--	- 2.9	+ 2.5	+ .4	+ .4	(+ 1.5
Retail	+10.3)	+2.8	+ 8.8	+ .1	+1.0	+1.0	+ .1	- 1.4	+ .4	+ .8	+ .2	(- 4.1)	+ 1.0
Commodity dealers	+36.7	+2.3	+17.0	+1.0	--	- .1	+2.0	+ 2.7	+ 1.6	-3.4	+ 1.6	+ 3.3	+ 8.7
Sales finance companies	+ 1.0	-2.3	-17.5	+ .2	+6.6	+1.0	-1.3	+13.6	- 7.4	-1.2	+ 3.6	+ .8	+ 4.9
Public utilities (including transportation)	-12.9	-3.1	+ .6	-3.2	-1.4	+ .1	+ .5	- 4.7	- .3	+ .6	- .4	--	- 1.6
Construction	+ .8	+ .5	- 2.0	+ .2	-1.5	- .1	-1.0	+ 2.4	- .2	- .7	- 1.1	+ 3.1	+ 1.2
All other types of business	-12.1	+ .3	-17.6	+1.7	-2.9	+1.5	+ .8	- .8	- 2.4	+ .3	+ .8	+ 4.4	+ 1.8
Net change in classified loans <u>1/</u>	-14.5	-4.4	-27.1	-4.4	-2.9	+3.7	- .1	- 4.1	-10.7	+ .2	+ 8.4	+10.8	+16.1
Unclassified changes - net	+11.5	- .6	+ .1	+1.4	-1.1	-3.7	- .9	+ 4.1	+ .7	-2.2	+ 2.6	+ 2.2	+ 8.9
Net change in commercial and industrial loans	- 3.0	-5.0	-27.0	-3.0	-4.0	--	-1.0	--	-10.0	-2.0	+11.0	+13.0	+25.0

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 Oct. 30, 1957	4 weeks ended Sept. 25, 1957	5 weeks ended Oct. 31, 1956	12 months ended Oct. 30, 1957
	(In millions of dollars)			
Manufacturing and mining:				
Food, liquor, and tobacco	+125.2	+173.8	+289.6	+ 153.6
Textiles, apparel, and leather	-136.6	- 47.5	- 76.7	+ 12.5
Metals and metal products (including machinery and transportation equipment)	- 49.5	- 42.9	- 96.7	+ 744.2
Petroleum, coal, chemicals, and rubber	- 21.0	+ 62.2	+ 51.7	+ 333.9
Other manufacturing and mining	- 76.3	+ 2.6	- 45.4	+ 122.6
Trade -- wholesale and retail	+145.1	+ 61.8	+170.2	+ 146.1
Commodity dealers	+ 88.7	- 16.5	+208.4	- 68.6
Sales finance companies	-409.5	+183.7	-304.8	+ 439.9
Public utilities (including transportation)	+ 6.3	+ 32.6	+101.6	+ 653.1
Construction	- 36.9	+ .1	- 24.3	- 64.8
All other types of business	- 74.5	+ 19.9	- 13.6	- 12.1
Net change in classified loans <u>1/</u>	-439.0	+429.8	+260.0	+2,460.4
Unclassified changes - net	-224.0	- 45.8	- 57.0	- 605.4
Net change in commercial and industrial loans	-663.0	+384.0	+203.0	+1,855.0

1/ See footnote on preceding table regarding current coverage.