

BOARD OF GOVERNORS OF THE FEDERAL RESERVE SYSTEM

H.12

(For Immediate Release)

December 11, 1957

CHANGES IN COMMERCIAL AND INDUSTRIAL LOANS BY INDUSTRY

The larger net increases during the week ended December 4 were \$36 million in loans to manufacturers of metals and metal products, \$34 million each to sales finance companies and to "other" types of business, \$26 million to manufacturers of food, liquor, and tobacco products, and \$11 million to manufacturers and producers of petroleum, coal, chemicals, and rubber products.

Offsetting net decreases included \$43 million in loans to unclassified borrowers, \$14 million to the construction industry, and \$10 million to manufacturers of textiles, apparel, and leather products. The net increase in commercial and industrial loans at weekly reporting member banks was \$55 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 <u>Dec. 4<sup>p/</sup></u>	Cumulative since mid-year	
		June 26, 1957 to <u>Dec. 4, 1957<sup>p/</sup></u>	June 27, 1956 to <u>Dec. 5, 1956</u>
(In millions of dollars)			
Manufacturing and mining:			
Food, liquor, and tobacco	+26	+376	+ 692
Textiles, apparel, and leather	-10	-149	- 16
Metals and metal products	+36	-512	- 218
Petroleum, coal, chemicals, and rubber	+11	+ 72	+ 477
Other manufacturing and mining	- 4	-100	+ 77
Trade--wholesale and retail	- 2	+245	+ 264
Commodity dealers	- 8	+329	+ 671
Sales finance companies	+34	-644	- 397
Public utilities and transportation	- 4	- 21	+ 231
Construction	-14	- 42	- 52
All other types of business	<u>+34</u>	<u>- 44</u>	<u>+ 143</u>
Classified changes - net	+98	-491	+1,873
Unclassified changes - net	<u>-43</u>	<u>-458</u>	<u>- 250</u>
Net change in commercial and industrial loans	+55	-949	+1,623

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

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

The net change in commercial and industrial loans during November was a decrease as it was in October, but in contrast to an increase in November 1956. Three of the business categories showing the larger changes in November--sales finance companies, manufacturers of metals and metal products, and "all other" types of business--conformed to this pattern in showing decreases in October and November 1957 and increases in November 1956.

November changes in most of the other categories were in the same direction as in the preceding month and in November 1956.

CHANGES IN COMMERCIAL AND INDUSTRIAL LOANS OF A SAMPLE OF WEEKLY REPORTING MEMBER BANKS  
BY INDUSTRY AND FEDERAL RESERVE DISTRICT,  
WEEK ENDED WEDNESDAY, DECEMBER 4, 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	+25.5	+ .1	+ 21.2	+ .4	- 3.9	+1.1	+ .2	+ .3	+ .8	+ .2	+ .5	+ .2	+4.4
Textiles, apparel, and leather	- 9.7	-3.9	+ 5.5	- .8	- 1.7	-1.6	+ .1	- 3.8	-4.5	- .1	+ .2	--	+ .9
Metals and metal products (including machinery & transportation equipment)	+35.8	+1.1	+ 48.0	-2.6	+ 5.4	- .6	- .4	-14.2	-1.9	- .5	+ .7	- .5	+1.3
Petroleum, coal, chemicals, and rubber	+10.5	- .2	+ 6.5	+ .1	+ .5	- .1	+ .3	+ 3.8	- .1	- .1	+ .7	- .9	--
Other manufacturing and mining	- 4.0	- .9	+ 3.2	- .6	- 8.4	+1.5	+ .7	+ .2	-1.2	- .4	+ .1	+1.6	+ .2
Trade:													
Wholesale	(- 1.7)	+1.9	+ 6.2	- .5	--	- .3	- .3	- 1.2	- .7	-1.5	- .1	(+1.2)	-1.7
Retail		+ .6	- 8.5	-1.5	+ 1.6	- .1	+ .9	+ 1.3	- .5	+ .6	+ .2		+ .7
Commodity dealers	- 8.3	- .6	+ 2.1	- .9	- .2	- .2	+ .3	- 7.4	- .5	- .3	- .3	- .4	+ .1
Sales finance companies	+33.5	+ .7	+ 14.5	+5.3	+11.6	+2.3	+ .8	+ 3.4	+4.0	- .9	- .5	-4.4	-3.3
Public utilities (including transportation)	- 3.6	+ .7	+ 4.8	+ .1	+ .5	- .2	--	- 6.9	- .2	+ .2	+ .9	- .7	-2.8
Construction	-13.5	- .1	- .1	+ .5	- 2.9	- .5	- .8	- 2.3	- .1	+ .2	-1.0	-4.6	-1.8
All other types of business	+33.7	- .1	+ 30.4	+1.0	+ .2	-3.2	- .2	+ 1.3	+3.1	- .5	- .4	+ .2	+1.9
Net change in classified loans <u>l/</u>	+98.2	- .7	+133.8	+ .5	+ 2.7	-1.9	+1.6	-25.5	-1.8	-3.1	+1.0	-8.3	- .1
Unclassified changes - net	-43.2	- .3	- 39.8	-3.5	- .7	- .1	+ .4	- .5	+ .8	-1.9	-2.0	- .7	+5.1
Net change in commercial and industrial loans	+55.0	-1.0	+ 94.0	-3.0	+ 2.0	-2.0	+2.0	-26.0	-1.0	-5.0	-1.0	-9.0	+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.

l/ 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 Nov. 27, 1957	5 weeks ended Oct. 30, 1957	4 weeks ended Nov. 28, 1956	12 months ended Nov. 27, 1957
		(In millions of dollars)		
Manufacturing and mining:				
Food, liquor, and tobacco	+ 62.8	+125.2	+154.2	+ 62.2
Textiles, apparel, and leather	- 25.4	-136.6	- 24.3	+ 11.4
Metals and metal products (including machinery and transportation equipment)	- 88.9	- 49.5	+116.3	+ 539.0
Petroleum, coal, chemicals, and rubber	+ 48.5	- 21.0	+ 88.7	+ 293.7
Other manufacturing and mining	- 42.2	- 76.3	- 30.2	+ 110.6
Trade -- wholesale and retail	+ 51.7	+145.1	+ 31.2	+ 166.6
Commodity dealers	+ 67.6	+ 88.7	+ 96.5	- 97.5
Sales finance companies	-175.1	-409.5	+ 60.0	+ 204.8
Public utilities (including transportation)	+ 10.0	+ 6.3	+ 31.7	+ 631.4
Construction	- 6.2	- 36.9	- 21.7	- 49.3
All other types of business	- 66.1	- 74.5	+ 31.2	- 109.4
Net change in classified loans <u>1/</u>	-163.3	-439.0	+533.6	+1,763.5
Unclassified changes - net	- 47.7	-224.0	- 54.6	- 598.5
Net change in commercial and industrial loans	-211.0	-663.0	+479.0	+1,165.0

1/ See footnote on preceding table regarding current coverage.