

BOARD OF GOVERNORS OF THE FEDERAL RESERVE SYSTEM

H.12

(For Immediate Release

February 12, 1958

CHANGES IN COMMERCIAL AND INDUSTRIAL LOANS BY INDUSTRY

The net decrease in commercial and industrial loans at weekly reporting member banks during the week ended February 5 amounted to \$207 million. The principal net decreases were \$62 million in loans to sales finance companies, \$55 million to unclassified borrowers, \$49 million to commodity dealers, \$47 million to public utilities, and \$22 million to manufacturers of metals and metal products.

Offsetting net increases included \$30 million in loans to "other" types of business and \$25 million to manufacturers of textiles, apparel, and leather products.

Changes in loans during the week and since year-end are shown below; the third column shows the changes during the comparable period last year.

<u>Business of Borrower</u>	Week ended <u>Feb. 5^{p/}</u>	<u>Cumulative since year-end</u>	
		<u>Dec. 31, 1957</u> to <u>Feb. 5, 1958^{p/}</u>	<u>Dec. 26, 1956</u> to <u>Feb. 6, 1957</u>
(In millions of dollars)			
Manufacturing and mining:			
Food, liquor, and tobacco	- 14	- 241	- 294
Textiles, apparel, and leather	+ 25	+ 50	- 7
Metals and metal products	- 22	- 65	- 1
Petroleum, coal, chemicals, and rubber	+ 9	- 13	+ 27
Other manufacturing and mining	- 2	- 30	- 1
Trade--wholesale and retail	- 12	- 219	- 250
Commodity dealers	- 49	- 59	- 92
Sales finance companies	- 62	- 634	- 187
Public utilities and transportation	- 47	- 128	+ 31
Construction	- 7	- 31	- 42
All other types of business	<u>+ 30</u>	<u>- 101</u>	<u>- 117</u>
Classified changes - net	-152	-1,471	- 933
Unclassified changes - net	<u>- 55</u>	<u>- 336</u>	<u>- 189</u>
Net change in commercial and industrial loans	-207	-1,807	-1,122

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

In addition to the usual weekly table, a monthly table is attached showing changes during January compared with the preceding month and with January 1957, and also showing changes during the past twelve months.

All industrial classifications except manufacturers of textiles, apparel, and leather products showed net decreases in loans in January; in most instances the pattern of changes was comparable to January 1957.

The monthly decreases in loans to manufacturers of food, liquor, and tobacco products and to the wholesale and retail trade continued their December declines. Following increases in December, loans to sales finance companies and to "other" types of business decreased in January; both categories reported the largest monthly decreases since the series was started in 1951.

CHANGES IN COMMERCIAL AND INDUSTRIAL LOANS OF A SAMPLE OF WEEKLY REPORTING MEMBER BANKS
 BY INDUSTRY AND FEDERAL RESERVE DISTRICT,
 WEEK ENDED WEDNESDAY, FEBRUARY 5, 1958

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	- 14.1	+1.4	+13.0	-2.1	- .4	+ .4	- 2.2	-14.6	- 2.9	- .4	-1.8	- .8	- 3.7
Textiles, apparel, and leather	+ 24.8	+1.7	+13.3	+3.5	+ .7	--	+ .3	+ 2.4	--	+ .2	+ .5	+ .3	+ 1.9
Metals and metal products (including machinery & transportation equipment)	- 21.6	-1.8	-17.3	- .8	- 2.1	- .3	+ .8	+ .4	+ .2	+ .5	+2.0	- .4	- 2.8
Petroleum, coal, chemicals, and rubber	+ 9.3	+ .4	- 1.0	+ .1	+ .8	--	+ .5	+ 6.8	--	+ .2	- .2	+1.0	+ .7
Other manufacturing and mining	- 2.2	+1.7	+ 2.0	-1.2	- .1	--	+ .4	- 1.5	+ .2	- .4	- .1	- .5	- 2.7
Trade:													
Wholesale	(- 12.0)	+ .1	- 9.7	- .9	+ .7	+ .7	- .1	+ 2.0	+ .1	+ .2	+ .6	(-3.4)	- .9
Retail		+3.0	+ .8	+ .2	- .8	+ .6	--	- 4.2	+ .6	+ .6	--		- 2.2
Commodity dealers	- 49.4	- .9	-35.0	-1.9	+1.7	- 1.6	- 2.9	- 2.0	- 1.8	+ .2	-1.3	-2.4	- 1.5
Sales finance companies	- 62.2	-5.9	- 6.4	- .7	- 7.4	- 7.5	- 7.7	- 8.0	- 6.6	-1.8	-4.6	-5.9	+ .3
Public utilities (including transportation)	- 47.1	+ .9	- 6.4	+1.3	-10.3	- 1.0	- 1.6	-11.5	- .8	- .6	- .5	+1.7	-18.3
Construction	- 7.0	- .2	- 2.4	- .1	- .7	- .4	+1.1	- 2.3	+ .3	-1.3	--	-1.9	+ .9
All other types of business	+ 29.5	-1.7	+33.3	+ .8	- .4	- .8	- 1.6	- .7	- 1.8	--	- .5	+3.6	- .7
Net change in classified loans <u>1/</u>	-152.0	-1.3	-15.8	-1.8	-18.3	- 9.9	-13.0	-33.2	-12.5	-2.6	-5.9	-8.7	-29.0
Unclassified changes - net	- 55.0	- .7	- 5.2	- .2	+ .3	- 1.1	+ 1.0	- 2.8	- .5	- .4	- .1	+1.7	-47.0
Net change in commercial and industrial loans	-207.0	-2.0	-21.0	-2.0	-18.0	-11.0	-12.0	-36.0	-13.0	-3.0	-6.0	-7.0	-76.0

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 about 95 per cent of total commercial and industrial loans of all weekly reporting member banks and about 75 per cent of those of all commercial banks.

Business of Borrower	4 weeks ended Jan. 29, 1958	5 weeks ended Dec. 31, 1957	5 weeks ended Jan. 30, 1957	12 months ended Jan. 29, 1958
	(In millions of dollars)			
Manufacturing and mining:				
Food, liquor, and tobacco	- 227.3	- 19.3	- 254.1	- 97.9
Textiles, apparel, and leather	+ 24.9	- 20.1	- 22.9	+ 36.3
Metals and metal products (including machinery and transportation equipment)	- 43.7	+ 52.3	- 19.4	+ 414.4
Petroleum, coal, chemicals, and rubber	- 22.2	+ 89.1	+ 17.6	+ 401.1
Other manufacturing and mining	- 27.7	- 65.3	- 21.3	+ 46.6
Trade -- wholesale and retail	- 207.4	-253.8	- 233.3	+ 17.1
Commodity dealers	- 9.7	+ 83.1	- 67.6	- 60.4
Sales finance companies	- 571.3	+569.1	- 186.4	- 127.3
Public utilities (including transportation)	- 80.6	+200.2	+ 100.1	+ 514.8
Construction	- 23.9	- 20.8	- 37.6	- 47.3
All other types of business	- 130.4	+135.1	- 107.8	- 19.2
Net change in classified loans <u>1</u> /	-1,319.3	+749.6	- 832.7	+1,078.2
Unclassified changes - net	- 280.7	r/- 41.6	- 199.3	- 693.2
Net change in commercial and industrial loans	-1,600.0	r/+708.0	-1,032.0	+ 385.0

r/ Revised.

1/ See footnote on preceding table regarding current coverage.