

BOARD OF GOVERNORS OF THE FEDERAL RESERVE SYSTEM

H.12

(For Immediate Release)

August 13, 1958

CHANGES IN COMMERCIAL AND INDUSTRIAL LOANS BY INDUSTRY

The net increase in commercial and industrial loans at weekly reporting member banks during the week ended August 6 amounted to \$55 million. The principal net increases were \$68 million in loans to sales finance companies, \$56 million to commodity dealers, and \$53 million to "other" types of business.

The principal offsetting net decreases were \$80 million in loans to manufacturers of metals and metal products and \$31 million to public utilities.

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>Aug. 6^{p/}</u>	<u>Cumulative since mid-year</u>	
		<u>June 25, 1958</u> to <u>Aug. 6, 1958^{p/}</u>	<u>June 26, 1957</u> to <u>Aug. 7, 1957</u>
(In millions of dollars)			
Manufacturing and mining:			
Food, liquor, and tobacco	+11	-106	- 65
Textiles, apparel, and leather	+ 2	- 20	+ 33
Metals and metal products	-80	-438	-278
Petroleum, coal, chemicals, and rubber	+ 7	- 78	- 3
Other manufacturing and mining	- 7	- 18	+ 13
Trade--wholesale and retail	+ 4	- 10	- 33
Commodity dealers	+56	+ 76	+ 43
Sales finance companies	+68	- 47	-300
Public utilities and transportation	-31	-156	- 99
Construction	- 3	+ 7	+ 10
All other types of business	+53	+ 82	+ 11
Classified changes - net	+80	-709	-667
Unclassified changes - net	-25	- 92	-108
Net change in commercial and industrial loans	+55	-800	-775

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

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

All of the major changes during July were in the same direction as in July 1957. The decrease in loans to manufacturers of metals and metal products was the largest monthly decrease reported in this category since the series was started in 1951, and the decrease in loans to public utilities was the largest since October 1954.

CHANGES IN COMMERCIAL AND INDUSTRIAL LOANS OF A SAMPLE OF WEEKLY REPORTING MEMBER BANKS
BY INDUSTRY AND FEDERAL RESERVE DISTRICT,
WEEK ENDED WEDNESDAY, AUGUST 6, 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	+10.7	+ 2.1	+16.1	- .6	-1.6	+ 1.6	- .3	- 4.8	+1.4	- .1	-1.1	- .1	- 1.9
Textiles, apparel, and leather	+ 2.0	- .7	- .9	+2.3	- .2	+ 2.3	- .8	- 2.2	- .7	+ .1	+ .4	+ .2	+ 2.2
Metals and metal products (including machinery & transportation equipment)	-80.1	+ .2	-59.7	-3.5	-3.0	- .1	- .7	-15.6	-1.8	+1.7	+ .1	-2.0	+ 4.3
Petroleum, coal, chemicals, and rubber	+ 7.2	+ 3.4	+ 2.7	+1.0	- .3	+ .1	+ .3	+ 2.5	--	+ .3	+ .2	-1.6	- 1.4
Other manufacturing and mining	- 6.8	+ 1.0	+ .3	- .7	+ .2	- 1.2	+ .3	- 6.4	+ .2	+ .9	+1.1	- .9	- 1.6
Trade:													
Wholesale	{ + 3.7 }	- .5	+ .2	--	+ .1	--	+1.8	+ 1.8	+1.0	- .7	+1.4	(-1.7)	+ 3.0
Retail		- 3.7	+ 1.6	-1.1	-1.6	--	--	+ .1	+ .1	+ .4	+ .1		+ 1.4
Commodity dealers	+56.0	+ 1.3	+17.1	+1.5	+2.9	+ 3.7	+2.8	+ 4.0	+8.6	+2.7	+2.8	+7.0	+ 1.6
Sales finance companies	+67.7	+ 8.7	+67.1	- .4	-1.5	+ .6	-1.7	+ 9.6	-2.0	+1.1	-1.7	-4.9	- 7.2
Public utilities (including transportation)	-30.5	- .5	- 9.5	+ .8	-2.7	+ 2.1	- .2	-15.0	- .4	-2.4	-1.1	- .2	- 1.4
Construction	- 3.3	+ .9	+ 1.0	-1.8	- .3	- .1	- .5	- 1.6	- .1	+2.1	- .5	-2.3	- .1
All other types of business	+53.1	- 1.5	+50.4	+2.2	+6.2	+ 3.4	-1.6	- 8.9	+1.4	- .2	+ .3	+5.3	- 3.9
Net change in classified loans <u>1/</u>	+79.7	+10.7	+86.4	- .3	-1.8	+12.4	- .6	-36.5	+7.7	+5.9	+2.0	-1.2	- 5.0
Unclassified changes - net	-24.7	-19.7	-17.4	+ .3	-2.2	- 2.4	- .4	- 2.5	- .7	+2.1	+2.0	-1.8	+18.0
Net change in commercial and industrial loans	+55.0	- 9.0	+69.0	--	-4.0	+10.0	-1.0	-39.0	+7.0	+8.0	+4.0	-3.0	+13.0

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	5 weeks ended July 30, 1958	4 weeks ended June 25, 1958	5 weeks ended July 31, 1957	12 months ended July 30, 1958
	(In millions of dollars)			
Manufacturing and mining:				
Food, liquor, and tobacco	-116.4	--	- 82.6	- 361.2
Textiles, apparel, and leather	- 22.2	+ 6.1	+ 20.6	- 118.2
Metals and metal products (including machinery and transportation equipment)	-357.9	+135.9	-228.5	- 479.3
Petroleum, coal, chemicals, and rubber	- 84.7	+ 31.1	- 27.2	- 47.2
Other manufacturing and mining	- 11.1	+ 56.7	+ 9.4	- 24.1
Trade -- wholesale and retail	- 13.9	+ 11.4	- 41.6	- 144.7
Commodity dealers	+ 19.6	- 5.0	+ 41.6	+ 115.2
Sales finance companies	-114.5	+ 57.5	-280.2	- 795.7
Public utilities (including transportation)	-125.7	+ 72.5	- 83.4	- 36.8
Construction	+ 10.1	+ 29.5	+ 9.0	+ 8.1
All other types of business	+ 28.5	+ 77.9	- 2.5	+ 157.2
Net change in classified loans <u>1/</u>	-788.2	+473.6	-665.4	-1,726.7
Unclassified changes - net	- 66.8	+ 64.4	-121.6	- 582.3
Net change in commercial and industrial loans	-855.0	+538.0	-787.0	-2,309.0

1/ See footnote on preceding table regarding current coverage.