

BOARD OF GOVERNORS OF THE FEDERAL RESERVE SYSTEM

H.12

(For Immediate Release)

December 10, 1958

CHANGES IN COMMERCIAL AND INDUSTRIAL LOANS BY INDUSTRY

Net increases of \$42 million in loans to sales finance companies, \$36 million to manufacturers of food, liquor, and tobacco products, \$17 million to commodity dealers, and \$13 million to the wholesale and retail trade were the principal factors in the \$98 million increase in commercial and industrial loans at weekly reporting member banks during the week ended December 3.

The only large offsetting net decrease was \$18 million in loans to manufacturers of textiles, apparel, and leather 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 Dec. 3 <sup>p/</sup>	Cumulative since mid-year	
		June 25, 1958 to Dec. 3, 1958 <sup>p/</sup>	June 26, 1957 to Dec. 4, 1957
		(In millions of dollars)	
Manufacturing and mining:			
Food, liquor, and tobacco	+36	+535	+370
Textiles, apparel, and leather	-18	-206	-149
Metals and metal products	--	-561	-513
Petroleum, coal, chemicals, and rubber	- 8	- 70	+ 72
Other manufacturing and mining	+ 1	-108	-100
Trade--wholesale and retail	+13	+255	+243
Commodity dealers	+17	+405	+324
Sales finance companies	+42	-150	-640
Public utilities and transportation	+ 4	+ 63	- 31
Construction	- 3	+ 47	- 44
All other types of business	+ 7	+239	- 43
Classified changes - net	+92	+450	-512
Unclassified changes - net	+ 6	-237	-449
Net change in commercial and industrial loans	+98	+213	-961

<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 1957, and also showing changes during the past twelve months.

Most of the changes during November were in the same direction as in November 1957; although the current month showed a net increase in commercial and industrial loans in contrast to a net decrease last year. Loans to manufacturers of metals and metal products, to sales finance companies, and to "other" types of business concerns increased in contrast to a decrease in November 1957.

CHANGES IN COMMERCIAL AND INDUSTRIAL LOANS OF A SAMPLE OF WEEKLY REPORTING MEMBER BANKS  
BY INDUSTRY AND FEDERAL RESERVE DISTRICT,  
WEEK ENDED WEDNESDAY, DECEMBER 3, 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	+36.4	- .7	+29.4	- .3	- .7	+ .9	+2.2	+ .9	+ .1	+ .6	+ .4	+ .6	+ 3.0
Textiles, apparel, and leather	-17.6	-3.3	- 1.7	--	-2.1	-2.3	-1.2	-3.3	-4.3	--	- .1	+ .1	+ .6
Metals and metal products (including machinery & transportation equipment)	- .2	+ .1	- .3	- .3	-1.0	- .1	- .1	-4.1	- .8	+ .5	+1.4	-1.2	+ 5.7
Petroleum, coal, chemicals, and rubber	- 7.7	-1.1	- 1.1	- .2	-1.2	+ .3	+ .4	+ .2	- .7	-1.5	-1.5	--	- 1.3
Other manufacturing and mining	+ .8	-2.2	- 2.8	-1.5	+5.9	+1.4	+1.6	-1.3	- .1	-1.4	+2.3	-2.2	+ 1.1
Trade:													
Wholesale	(+13.1)	+1.0	+ 9.9	+ .6	+ .7	+ .1	+2.6	--	+ .6	-1.3	+ .8	(- .8)	+ .7
Retail		+ .5	+ 5.6	+ .7	- .2	-1.1	- .6	-7.5	+ .3	+ .4	+ .7		- .6
Commodity dealers	+17.2	-1.3	+ 8.0	+ .3	- .6	+2.7	+1.3	-1.2	+4.6	+1.3	+1.3	-1.4	+ 2.2
Sales finance companies	+42.0	-1.9	+13.7	-4.7	+5.9	+2.5	+1.2	+2.1	+3.0	- .1	+3.8	+5.1	+11.4
Public utilities (including transportation)	+ 3.6	+ .5	+ 9.2	- .6	-4.2	+ .4	+ .1	-2.0	- .4	-2.7	-1.1	+ .2	+ 4.2
Construction	- 2.5	- .9	+ .5	- .9	- .2	- .3	+1.4	- .4	-1.2	- .6	-2.1	+ .9	+ 1.3
All other types of business	+ 7.3	+ .8	- 6.6	+4.1	+1.0	-1.4	-3.3	+9.7	+ .2	+ .4	-1.8	+7.0	- 2.8
Net change in classified loans <u>1/</u>	+92.4	-8.5	+63.8	-2.8	+3.3	+3.1	+5.6	-6.9	+1.3	-4.4	+4.1	+8.3	+25.5
Unclassified changes - net	+ 5.6	+9.5	-28.8	-1.2	-2.3	+4.9	- .6	-2.1	- .3	+ .4	+ .9	+ .7	+24.5
Net change in commercial and industrial loans	+98.0	+1.0	+35.0	-4.0	+1.0	+8.0	+5.0	-9.0	+1.0	-4.0	+5.0	+9.0	+50.0

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 Nov. 26, 1958	5 weeks ended Oct. 29, 1958	4 weeks ended Nov. 27, 1957	12 months ended Nov. 26, 1958
	(In millions of dollars)			
Manufacturing and mining:				
Food, liquor, and tobacco	+149.7	+194.5	+ 62.8	- 178.5
Textiles, apparel, and leather	- 43.1	-125.9	- 25.4	- 124.9
Metals and metal products (including machinery and transportation equipment)	+ 38.9	-197.3	- 88.9	- 362.4
Petroleum, coal, chemicals, and rubber	+ .1	- 34.4	+ 48.5	- 112.8
Other manufacturing and mining	- 55.8	- 59.5	- 42.2	- 17.0
Trade -- wholesale and retail	+108.4	+133.1	+ 51.7	- 176.5
Commodity dealers	+ 80.8	+152.4	+ 67.6	+ 187.7
Sales finance companies	+ 41.5	- 79.3	-175.1	- 475.7
Public utilities (including transportation)	+ 15.2	+103.5	+ 10.0	+ 82.3
Construction	- 13.1	+ 2.3	- 6.2	+ 84.6
All other types of business	+ 7.9	+ 69.2	- 66.1	+ 435.3
Net change in classified loans <u>1/</u>	+330.5	+158.6	-163.3	- 657.9
Unclassified changes - net	- 90.5	-120.6	- 47.7	- 464.1
Net change in commercial and industrial loans	+240.0	+ 38.0	-211.0	-1,122.0

1/ See footnote on preceding table regarding current coverage.