

BOARD OF GOVERNORS OF THE FEDERAL RESERVE SYSTEM

H.12

(For Immediate Release)

February 11, 1959

CHANGES IN COMMERCIAL AND INDUSTRIAL LOANS BY INDUSTRY

A net decrease of \$75 million in loans to sales finance companies was the principal factor in the net decrease of \$111 million in commercial and industrial loans at weekly reporting member banks during the week ended February 4. Other large net decreases were \$23 million in loans to public utilities, \$22 million to manufacturers of food, liquor, and tobacco products, and \$20 million to commodity dealers.

The principal offsetting net increases were \$26 million in loans to manufacturers of metals and metal products and \$23 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. 4^{p/}</u>	<u>Cumulative since year-end</u>	
		<u>Dec. 31, 1958</u>	<u>Dec. 31, 1957</u>
		<u>to</u> <u>Feb. 4, 1959^{p/}</u>	<u>to</u> <u>Feb. 5, 1958</u>
(In millions of dollars)			
Manufacturing and mining:			
Food, liquor, and tobacco	- 22	- 173	- 245
Textiles, apparel, and leather	+ 23	+ 11	+ 51
Metals and metal products	+ 26	+ 87	- 69
Petroleum, coal, chemicals, and rubber	- 5	- 76	- 13
Other manufacturing and mining	- 8	- 22	- 29
Trade--wholesale and retail	- 7	- 101	- 222
Commodity dealers	- 20	- 79	- 62
Sales finance companies	- 75	- 339	- 641
Public utilities and transportation	- 23	- 132	- 142
Construction	- 1	- 24	- 32
All other types of business	- 2	- 114	- 109
Classified changes - net	-115	- 963	-1,512
Unclassified changes - net	+ 4	- 267	- 296
Net change in commercial and industrial loans	-111	-1,230	-1,808

^{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 1958, and also showing changes during the past twelve months.

All industrial classifications except manufacturers of metals and metal products showed net decreases in loans in January; in most instances the pattern of changes was comparable to January 1958.

The monthly decrease in loans to the wholesale and retail trade and to manufacturers of textiles, apparel, and leather products continued their December decline.

CHANGES IN COMMERCIAL AND INDUSTRIAL LOANS OF A SAMPLE OF WEEKLY REPORTING MEMBER BANKS
BY INDUSTRY AND FEDERAL RESERVE DISTRICT,
WEEK ENDED WEDNESDAY, FEBRUARY 4, 1959

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	- 22.1	-2.4	- 6.4	-1.7	- .1	- .1	- .5	- 6.0	-1.5	-1.2	- .2	+ .6	- 2.6
Textiles, apparel, and leather	+ 22.5	+2.6	+11.3	+1.9	+ .6	+ .8	+ .7	+ .8	+ .9	+ .6	+ .6	+1.1	+ .6
Metals and metal products (including machinery & transportation equipment)	+ 26.3	+1.9	+19.5	- .1	- .5	+ .3	-2.1	+ 8.9	- .9	+ .1	+ .9	+ .1	- 1.8
Petroleum, coal, chemicals, and rubber	- 5.2	- .7	- 4.5	- .7	+ .2	- .2	- .6	+ 1.4	+ .6	- .3	+ .3	- .8	+ .1
Other manufacturing and mining	- 8.3	+ .5	- 2.3	+ .1	- 2.4	- .6	- .2	- .4	-1.0	- .3	+ .1	+ .3	- 2.1
Trade:													
Wholesale	(- 7.3)	-1.2	- 7.0	- .8	- .3	+ .3	+2.2	- 1.7	+ .1	+1.5	- .5	(- .1)	- .7
Retail	(- 7.3)	+ .3	+ 1.3	-1.1	+ .1	- .3	+ .1	+ .3	+ .2	- .1	+ .6	(- .1)	- .5
Commodity dealers	- 19.5	+1.6	-11.7	- .4	- 3.2	-3.0	-1.9	- .9	-1.1	+2.6	+1.2	-2.7	--
Sales finance companies	- 75.0	+2.8	-39.0	-4.9	- 5.9	-4.1	+ .3	-11.9	-1.1	-1.7	-1.3	-1.5	- 6.7
Public utilities (including transportation)	- 23.2	-1.3	-10.7	-3.1	- 5.2	- .8	+ .2	+ 2.8	-1.3	-3.9	- .4	+ .2	+ .3
Construction	- .7	- .1	- 1.9	-1.0	+ 1.1	- .3	+2.5	- 1.2	+ .1	- .1	- .4	- .3	+ .9
All other types of business	- 2.4	-1.2	+ 8.2	+4.2	- 1.2	- .3	-2.2	- 8.2	-1.9	+ .2	+ .4	- .9	+ .5
Net change in classified loans <u>1/</u>	-114.9	+2.8	-43.2	-7.6	-16.8	-8.3	-1.5	-16.1	-6.9	-2.6	+1.3	-4.0	-12.0
Unclassified changes - net	+ 3.9	+3.2	-12.8	+2.6	+ 1.8	+3.3	+1.5	+ 3.1	- .1	-2.4	-4.3	--	+ 8.0
Net change in commercial and industrial loans	-111.0	+6.0	-56.0	-5.0	-15.0	-5.0	--	-13.0	-7.0	-5.0	-3.0	-4.0	-4.0

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. 28, 1959	5 weeks ended Dec. 31, 1958	4 weeks ended Jan. 29, 1958	12 months ended Jan. 28, 1959
	(In millions of dollars)			
Manufacturing and mining:				
Food, liquor, and tobacco	- 150.8	+ 23.3	- 227.3	- 59.4
Textiles, apparel, and leather	- 11.8	- 43.1	+ 24.9	- 184.6
Metals and metal products (including machinery and transportation equipment)	+ 60.7	+107.1	- 43.7	- 203.2
Petroleum, coal, chemicals, and rubber	- 70.5	+ 48.2	- 22.2	- 202.0
Other manufacturing and mining	- 13.9	- 12.3	- 27.7	+ 49.8
Trade -- wholesale and retail	- 94.1	-155.9	- 207.4	+ 34.7
Commodity dealers	- 59.6	+ 22.6	- 9.7	+ 77.3
Sales finance companies	- 264.2	+485.6	- 571.3	- 252.1
Public utilities (including transportation)	- 109.2	+174.3	- 80.6	+ 27.8
Construction	- 22.9	+ .8	- 23.9	+ 107.2
All other types of business	- 111.6	+130.6	- 130.4	+ 449.6
Net change in classified loans <u>1/</u>	- 847.9	+781.2	-1,319.3	- 154.9
Unclassified changes - net	- 271.1	+ 44.8	- 280.7	- 368.1
Net change in commercial and industrial loans	-1,119.0	+826.0	-1,600.0	- 523.0

1/ See footnote on preceding table regarding current coverage.