

BOARD OF GOVERNORS OF THE FEDERAL RESERVE SYSTEM

H.12

(For Immediate Release)

June 10, 1959

CHANGES IN COMMERCIAL AND INDUSTRIAL LOANS BY INDUSTRY

Most industrial classifications were included in the net decrease of \$40 million in commercial and industrial loans at weekly reporting member banks during the week ended June 3.

The larger net decreases were \$37 million in loans to public utilities, \$31 million to manufacturers of food, liquor, and tobacco products, \$29 million to manufacturers and producers of petroleum, coal, chemicals, and rubber products, and \$13 million to commodity dealers. Offsetting net increases were \$45 million to sales finance companies and \$16 million each to the wholesale and retail trade and to the construction industry.

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>	<u>Week ended June 3^{p/}</u>	<u>Cumulative since year-end</u>	
		<u>Dec. 31, 1958 to June 3, 1959^{p/}</u>	<u>Dec. 31, 1957 to June 4, 1958</u>
(In millions of dollars)			
Manufacturing and mining:			
Food, liquor, and tobacco	-31	-432	- 654
Textiles, apparel, and leather	- 2	+173	+ 69
Metals and metal products	- 1	+668	- 13
Petroleum, coal, chemicals, and rubber	-29	-144	- 169
Other manufacturing and mining	- 2	+154	+ 105
Trade--wholesale and retail	+16	+277	- 180
Commodity dealers	-13	-320	- 293
Sales finance companies	+45	+ 30	- 926
Public utilities and transportation	-37	-373	- 306
Construction	+16	+ 67	+ 35
All other types of business	- 1	- 4	- 10
Classified changes - net	-38	+ 96	-2,342
Unclassified changes - net	- 2	+113	- 254
Net change in commercial and industrial loans	-40	+208	-2,596

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

In addition to the weekly table, a monthly table is attached showing changes during May compared with the preceding month and with May 1958, and also showing changes during the past twelve months.

The changes during May were similar to those during April and a year ago May in that there were further repayments by manufacturers of food, liquor, and tobacco products, by manufacturers and producers of petroleum, coal, chemicals, and rubber products, and by commodity dealers. Loans to sales finance companies decreased during the current month following a sizable increase in April.

In contrast, there were further borrowings by manufacturers of metals and metal products, "other" manufacturing and mining concerns, the construction industry, and by "other" types of business. Loans to manufacturers of textiles, apparel, and leather products and to the wholesale and retail trade also increased in May and April, but they had decreased during May 1958. Loans to public utilities increased in May, in contrast to decreases in April and in May 1958.

CHANGES IN COMMERCIAL AND INDUSTRIAL LOANS OF A SAMPLE OF WEEKLY REPORTING MEMBER BANKS
BY INDUSTRY AND FEDERAL RESERVE DISTRICT,
WEEK ENDED WEDNESDAY, JUNE 3, 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	-30.5	- .5	-19.9	+ .1	-1.1	- .6	- .2	- 5.3	- .2	+ .2	- .8	+1.1	- 3.3
Textiles, apparel, and leather	- 1.7	- .8	- 1.2	+ .7	+1.1	+ .1	-1.1	+ 1.7	-4.6	+ .4	+ .1	+ .2	+ 1.7
Metals and metal products (including machinery & transportation equipment)	- .6	- .8	- 2.2	+ .7	+ .8	- .1	+1.2	- 7.1	-1.8	+ .7	+1.1	-2.0	+ 8.9
Petroleum, coal, chemicals, and rubber	-29.3	-5.2	-14.5	--	--	- .1	+ .1	+ 1.1	- .5	- .3	+ .7	-8.1	- 2.5
Other manufacturing and mining	- 1.8	-1.3	+ .8	+ .6	-1.0	- .5	--	- 2.4	+ .2	+ .1	+ .8	- .4	+ 1.3
Trade:													
Wholesale	(+16.3)	+1.3	+ 1.4	- .5	- .2	+1.9	+2.6	+ .6	+ .2	+2.4	- .3	(- .2)	+ 1.6
Retail	(+16.3)	+ .2	+10.5	- .2	-3.6	+ .9	- .8	+ 2.2	+1.1	- .5	+ .1	(- .2)	- 4.4
Commodity dealers	-13.1	- .4	- .5	+1.3	- .8	-2.4	- .3	- 1.9	-1.9	- .3	-3.0	- .9	- 2.0
Sales finance companies	+45.0	-1.0	+11.5	+4.9	+1.3	+3.5	+1.0	+21.5	+9.9	- .7	-1.0	-3.0	- 2.9
Public utilities (including transportation)	-36.8	+3.1	-39.7	-1.7	-5.3	-5.9	+2.6	+ 4.2	+ .3	+ .1	+1.2	- .7	+ 5.0
Construction	+15.8	+1.9	+ 4.7	+1.1	+ .1	- .9	- .4	+ .7	+ .8	+ .7	+ .7	+2.3	+ 4.1
All other types of business	- 1.0	-2.3	- 1.1	-1.0	+ .5	-1.4	+2.5	- 5.3	- .1	+ .9	- .9	+4.9	+ 2.3
Net change in classified loans <u>1/</u>	-37.7	-5.8	-50.2	+6.0	-8.2	-5.5	+7.2	+10.0	+3.4	+3.7	-1.3	-6.8	+ 9.8
Unclassified changes - net	- 2.3	- .2	-14.8	-2.0	+1.2	-2.5	- .2	- 2.0	+ .6	+1.3	- .7	+ .8	+16.2
Net change in commercial and industrial loans	-40.0	-6.0	-65.0	+4.0	-7.0	-8.0	+7.0	+ 8.0	+4.0	+5.0	-2.0	-6.0	+26.0

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 May 27, 1959	5 weeks ended Apr. 29, 1959	4 weeks ended May 28, 1958	12 months ended May 27, 1959
	(In millions of dollars)			
Manufacturing and mining:				
Food, liquor, and tobacco	- 6.2	-127.8	- 81.2	+ 120.7
Textiles, apparel, and leather	+ 34.2	+ 11.7	- 16.6	- 50.9
Metals and metal products (including machinery and transportation equipment)	+132.8	+ 43.1	+ 9.2	+ 351.4
Petroleum, coal, chemicals, and rubber	- 9.3	- 28.5	- 87.0	- 97.1
Other manufacturing and mining	+ 44.6	+ 16.3	+ 24.4	+ 91.0
Trade -- wholesale and retail	+ 43.1	+125.3	- 13.5	+ 435.1
Commodity dealers	- 80.2	- 50.7	- 40.6	+ 98.1
Sales finance companies	- 29.5	+138.7	-132.9	+ 336.3
Public utilities (including transportation)	+ 81.7	-207.7	-119.2	- 29.7
Construction	+ 29.2	+ 17.2	+ 24.7	+ 130.0
All other types of business	+ 74.2	+ 19.5	+ 75.2	+ 437.2
Net change in classified loans ^{1/}	+314.6	- 42.9	-357.5	+1,822.1
Unclassified changes - net	+106.4	+ 72.9	- 46.5	- 18.1
Net change in commercial and industrial loans	+421.0	+ 30.0	-404.0	+1,804.0

^{1/} See footnote on preceding table regarding current coverage.