

BOARD OF GOVERNORS OF THE FEDERAL RESERVE SYSTEM

H.12

(For Immediate Release)

September 9, 1959

CHANGES IN COMMERCIAL AND INDUSTRIAL LOANS BY INDUSTRY

A net decrease of \$54 million in loans to manufacturers of metals and metal products was the principal factor in the \$18 million net decrease in commercial and industrial loans at weekly reporting member banks during the week ended September 2.

The larger offsetting net increases were \$17 million in loans to manufacturers of textiles, apparel, and leather products, \$16 million to manufacturers and producers of petroleum, coal, chemicals and rubber products, and \$14 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 Sept. 2 <sup>p/</sup>	<u>Cumulative since mid-year</u>	
		July 1, 1959 to Sept. 2, 1959 <sup>p/</sup>	July 2, 1958 to Sept. 3, 1958
		(In millions of dollars)	
Manufacturing and mining:			
Food, liquor, and tobacco	+10	+ 65	+ 61
Textiles, apparel, and leather	+17	+152	- 12
Metals and metal products	-54	- 40	-376
Petroleum, coal, chemicals, and rubber	+16	+ 44	+ 9
Other manufacturing and mining	- 1	+102	- 26
Trade--wholesale and retail	- 8	+ 33	+ 22
Commodity dealers	+ 2	+131	+146
Public utilities and transportation	+14	+ 80	-122
Construction	- 8	--	+ 36
All other types of business	- 6	-149	+ 98
Classified changes - net	-19	+418	-165
Unclassified changes - net	+ 1	+ 82	- 44
Net change in commercial and industrial loans	-18	+500	-209

Note: Cumulative figures in the last column are not strictly comparable with Current figures because of revised loan classification beginning with week ended July 8, 1959.

p/ Preliminary.

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

Most of the major changes by industrial classifications were in the same direction as in July. Exceptions were in loans to manufacturers of food, liquor, and tobacco products and to the construction industry which increased in August in contrast to decreases during July; and in loans to manufacturers of metals and metal products which decreased in contrast to increases in the previous month.

CHANGES IN COMMERCIAL AND INDUSTRIAL LOANS OF A SAMPLE OF WEEKLY REPORTING MEMBER BANKS  
 BY INDUSTRY AND FEDERAL RESERVE DISTRICT,  
 WEEK ENDED WEDNESDAY, SEPTEMBER 2, 1959

Business of Borrower	All Dis- tricts <sup>p/</sup>	Boston	New York	Phila- delphia	Cleve- land	Rich- mond	Atlanta	Chicago	St. Louis	Minne- apolis	Kansas City	Dallas	San Fran- cisco <sup>p/</sup>
	(In millions of dollars)												
Manufacturing and mining:	+ 9.9	+ .9	- .4	+ .2	+1.2	+ .9	+ .8	+ 5.7	- .5	+ .1	+1.0	--	
Food, liquor, and tobacco	+17.1	+ .3	+12.0	+3.5	- .4	+1.7	-1.1	+ .9	+1.2	- .9	+ .1	- .2	
Textiles, apparel, and leather													Not
Metals and metal products (including machinery & transportation equipment)	-53.7	-3.4	-33.1	+ .5	-8.2	-1.9	- .2	- 8.1	- .1	+ .1	- .1	+ .8	
Petroleum, coal, chemicals, and rubber	+15.6	+ .8	+21.0	- .3	+ .3	+ .5	- .4	- 7.6	- .4	+ .1	- .4	+ 2.0	
Other manufacturing and mining	- 1.4	+ .3	+ 1.7	-2.3	-1.1	+ .3	+ .1	+ .1	- .1	- .6	- .5	+ .7	
Trade:													
Wholesale	(- 8.4)	-2.0	- 2.0	- .9	- .3	- .6	+1.2	- .2	+ .2	+2.1	+ .6	(- .5)	avail-
Retail		-2.2	- .8	+ .2	+2.5	- .4	-1.0	- 3.7	- .7	+ .4	- .3		
Commodity dealers	+ 1.6	+3.6	- 4.3	+ .3	- .8	+2.3	+ .1	- 2.0	-1.5	+3.5	--	+ .4	
Public utilities (including transportation)	+14.4	+ .4	+17.0	+1.4	+4.0	+ .5	- .2	- 5.2	- .5	- .1	+1.8	- 4.7	
Construction	- 8.1	+ .3	+ 5.5	- .3	- .4	-1.0	- .9	- .8	-2.4	- .7	- .3	- 7.1	able
All other types of business	- 5.5	+ .8	- 5.4	-2.1	- .8	+3.1	+3.7	- 1.6	+1.7	- .1	+ .8	- 5.6	
Net change in classified loans <sup>1/</sup>	-18.5	- .2	+11.2	+ .2	-4.0	+5.4	+2.1	-22.5	-3.1	+3.9	+2.7	-14.2	--
Unclassified changes - net	+ .5	- .8	-17.2	-1.2	-1.0	-2.4	- .1	+ 3.5	- .9	+2.1	+ .3	+ .2	+18.0
Net change in commercial and industrial loans	-18.0	-1.0	- 6.0	-1.0	-5.0	+3.0	+2.0	-19.0	-4.0	+6.0	+3.0	-14.0	+18.0

<sup>p/</sup> Preliminary; final totals will appear in the F. R. Bulletin and San Francisco District figures appear in a release of the Reserve Bank.  
<sup>1/</sup> 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 Aug. 26, 1959	4 weeks ended July 29, 1959	4 weeks ended Aug. 27, 1958	12 months ended Aug. 26, 1959
	(In millions of dollars)			
Manufacturing and mining:				
Food, liquor, and tobacco	+115.0	- 60.3	+104.2	+ 70.4
Textiles, apparel, and leather	+ 84.7	+ 50.1	+ 14.5	+ 129.0
Metals and metal products (including machinery and transportation equipment)	- 8.1	+ 21.4	- 84.6	+ 866.7
Petroleum, coal, chemicals, and rubber	+ 21.8	+ 6.4	+ 24.1	- 86.8
Other manufacturing and mining	+ 31.0	+ 72.8	- 5.8	+ 187.0
Trade -- wholesale and retail	+ 36.0	+ 5.6	+ 16.7	+ 481.8
Commodity dealers	+ 86.2	+ 43.6	+ 98.7	+ 57.9
Public utilities (including transportation)	+ 19.1	+ 46.6	- 6.6	+ 291.2
Construction	+ 9.9	- 1.7	+ 27.3	+ 126.1
All other types of business	- 14.6	-129.1	+ 56.0	+ 279.5
Net change in classified loans <u>1/</u>	+381.0	+ 55.4	+244.5	+2,402.8
Unclassified changes - net	+ 10.0	+ 47.6	+ 39.3	+ 30.0
Net change in commercial and industrial loans	+391.0	+103.0	+283.8	+2,432.8

1/ See footnote on preceding table regarding current coverage and Note on first page regarding comparability with prior figures.