

BOARD OF GOVERNORS OF THE FEDERAL RESERVE SYSTEM

H.12

(For Immediate Release)

October 14, 1959

CHANGES IN COMMERCIAL AND INDUSTRIAL LOANS BY INDUSTRY

Commercial and industrial loans increased \$21 million at all reporting member banks during the week ended October 7. The principal net increases were \$43 million each in loans to the wholesale and retail trade and to commodity dealers and \$21 million to "other" types of business.

The larger offsetting net decreases were \$21 million in loans to public utilities, \$17 million to manufacturers of metals and metal products, \$14 million to manufacturers of textiles, apparel, and leather products, and \$22 million to unclassified borrowers.

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 Oct. 7 ^{p/}	Cumulative since mid-year	
		July 1, 1959 to Oct. 7, 1959 ^{p/}	July 2, 1958 to Oct. 8, 1958
(In millions of dollars)			
Manufacturing and mining:			
Food, liquor, and tobacco	-11	+ 319	+283
Textiles, apparel, and leather	-14	+ 116	- 56
Metals and metal products	-17	- 160	-413
Petroleum, coal, chemicals, and rubber	+ 8	+ 138	+ 3
Other manufacturing and mining	- 8	+ 70	- 21
Trade--wholesale and retail	+43	+ 125	+116
Commodity dealers	+43	+ 276	+215
Public utilities and transportation	-21	+ 312	+ 46
Construction	- 1	- 2	+ 60
All other types of business	<u>+21</u>	<u>- 100</u>	<u>+188</u>
Classified changes - net	+43	+1,092	+420
Unclassified changes - net	<u>-22</u>	<u>- 74</u>	<u>- 80</u>
Net change in commercial and industrial loans	+21	+1,018	+340

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 September compared with the preceding month and with September 1958, and also showing changes during the past twelve months.

Most of the major changes in industrial classifications were in the same direction as in August. Exceptions were in loans to manufacturers of textiles, apparel, and leather products, to "other" manufacturing and mining concerns, and to the construction industry which decreased in September in contrast to increases in August; and in loans to "other" types of business which increased in contrast to a decrease in the preceding month.

Loans to manufacturers of food, liquor, and tobacco products and to public utilities showed the largest monthly increases since October 1956 and June 1957, respectively.

CHANGES IN COMMERCIAL AND INDUSTRIAL LOANS OF A SAMPLE OF WEEKLY REPORTING MEMBER BANKS
BY INDUSTRY AND FEDERAL RESERVE DISTRICT,
WEEK ENDED WEDNESDAY, OCTOBER 7, 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	-10.9	- 1.4	-14.4	- .9	- 9.7	- .5	+2.5	+ 4.0	+ 3.2	+1.7	+ .8	+1.5	+ 2.3
Textiles, apparel, and leather	-13.5	+ .8	-10.2	- .1	--	- .9	- .3	+ .1	- 2.7	- .3	- .3	+ .1	+ .3
Metals and metal products (including machinery & transportation equipment)	-16.5	+ 1.7	- 6.2	+1.0	+ .1	-1.2	- .8	- 6.0	+ .7	-1.4	--	- .1	- 4.3
Petroleum, coal, chemicals, and rubber	+ 7.9	+ .8	+ 2.4	- .6	- 1.4	+ .1	+ .5	+ 3.4	+ .2	- .1	- .5	+2.4	+ .7
Other manufacturing and mining	- 8.0	- 2.5	+ 1.8	-2.8	- 2.4	- .7	+ .8	+ .5	- .3	+ .4	- .5	+ .1	- 2.4
Trade:													
Wholesale	(+42.8)	- .4	- 1.3	- .9	- .5	+1.0	- .6	+ 6.2	- .5	+ .1	+ .6	(-1.3)	--
Retail		+ 2.0	+27.3	+1.0	+ .5	+ .2	--	+ 5.1	- .7	+1.1	+3.4		+ .5
Commodity dealers	+43.1	+ 1.1	+33.4	- .4	- 4.0	+1.4	+ .8	+ 2.1	- .9	+1.4	+ .5	+3.2	+ 4.5
Public utilities (including transportation)	-21.3	- 2.1	-10.5	+1.5	- .6	+ .1	- .7	- 1.7	- 9.0	+ .2	+ .9	- .7	+ 1.3
Construction	- 1.0	+ .5	+ .7	+ .1	+ .2	- .3	--	+ 1.2	- .4	- .3	-1.3	-1.1	- .3
All other types of business	+20.7	+ .1	+14.0	-3.2	+ 1.5	+4.3	-1.6	+ 2.4	- 1.6	+1.3	--	+1.8	+ 1.7
Net change in classified loans <u>1/</u>	+43.3	+ .6	+37.0	-5.3	-16.3	+3.5	+ .6	+17.3	-12.0	+4.1	+3.6	+5.9	+ 4.3
Unclassified changes - net	-22.3	-12.6	-19.0	- .7	+ 4.3	-4.5	+ .4	- 4.3	- 1.0	+1.9	+1.4	+1.1	+10.7
Net change in commercial and industrial loans	+21.0	-12.0	+18.0	-6.0	-12.0	-1.0	+1.0	+13.0	-13.0	+6.0	+5.0	+7.0	+15.0

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 Sept. 30, 1959	4 weeks ended Aug. 26, 1959	4 weeks ended Sept. 24, 1958	12 months ended Sept. 30, 1959
	(In millions of dollars)			
Manufacturing and mining:				
Food, liquor, and tobacco	+275.5	+115.0	+167.0	+ 178.9
Textiles, apparel, and leather	- 5.8	+ 84.7	- 12.0	+ 135.2
Metals and metal products (including machinery and transportation equipment)	-157.2	- 8.1	+ 40.3	+ 669.2
Petroleum, coal, chemicals, and rubber	+101.4	+ 21.8	+ 33.1	- 18.5
Other manufacturing and mining	- 25.8	+ 31.0	+ 23.1	+ 138.1
Trade -- wholesale and retail	+ 40.4	+ 36.0	+ 70.8	+ 451.4
Commodity dealers	+103.0	+ 86.2	+ 36.1	+ 124.8
Public utilities (including transportation)	+267.6	+ 19.1	+ 73.1	+ 485.7
Construction	- 9.0	+ 9.9	+ 22.4	+ 94.7
All other types of business	+ 22.6	- 14.6	+ 70.1	+ 232.0
Net change in classified loans <u>1/</u>	+612.7	+381.0	+524.0	+2,491.5
Unclassified changes - net	-109.7	+ 10.0	- 3.5	- 76.2
Net change in commercial and industrial loans	+503.0	+391.0	+520.5	+2,415.3

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