

BOARD OF GOVERNORS OF THE FEDERAL RESERVE SYSTEM

H.12

(For Immediate Release)

November 12, 1959

CHANGES IN COMMERCIAL AND INDUSTRIAL LOANS BY INDUSTRY

Commercial and industrial loans increased in all but two districts and a total of \$171 million at all reporting member banks during the week ended November 4. The principal net increases were \$79 million in loans to the wholesale and retail trade, \$65 million to commodity dealers, \$48 million to public utilities, and \$17 million to manufacturers of food, liquor, and tobacco products.

Partially offsetting net decreases were \$16 million in loans to manufacturers of textiles, apparel, and leather products, and \$21 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 <u>Nov. 4</u>	<u>Cumulative since mid-year</u>	
		<u>July 1, 1959</u> to <u>Nov. 4, 1959</u>	<u>July 2, 1958</u> to <u>Nov. 5, 1958</u>
		(In millions of dollars)	
Manufacturing and mining:			
Food, liquor, and tobacco	+ 17	+ 429	+408
Textiles, apparel, and leather	- 16	+ 6	-168
Metals and metal products	+ 12	- 285	-442
Petroleum, coal, chemicals, and rubber	- 4	+ 113	+ 81
Other manufacturing and mining	- 12	+ 41	- 88
Trade--wholesale and retail	+ 79	+ 365	+250
Commodity dealers	+ 65	+ 460	+331
Public utilities and transportation	+ 48	+ 351	+ 60
Construction	- 9	- 9	+ 61
All other types of business	+ 11	- 162	+208
Classified changes - net	+192	+1,309	+702
Unclassified changes - net	- 21	- 104	-174
Net change in commercial and industrial loans	+171	+1,205	+528

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.

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

Most of the changes by industrial classifications during October were in the same direction as in October 1958. Exceptions were loans to public utilities and to "other" types of business which decreased during the current month in contrast to increases a year ago. The current increase in loans to the wholesale and retail trade was the largest monthly increase in this category since the series was started in 1951 and the increase in commodity dealers was the largest since October 1956.

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

Business of Borrower	All Dis- tricts	Boston	New York	Phila- delphia	Cleve- land	Rich- mond	Atlanta	Chicago	St. Louis	Minne- apolis	Kansas City	Dallas	San Fran- cisco
	(In millions of dollars)												
Manufacturing and mining:													
Food, liquor, and tobacco	+ 17.0	- .7	- 4.7	+2.6	+3.2	+ 3.2	+2.3	- .9	+2.3	+ .5	+1.5	+3.0	+ 4.7
Textiles, apparel, and leather	- 16.2	- 4.3	- 5.2	-3.0	+2.4	- .1	- .6	- 6.1	+ .5	- .1	- .1	- .1	+ .5
Metals and metal products (including machinery & transportation equipment)	+ 12.3	- 3.9	+ 30.3	- .3	- .3	- .5	- .6	-14.0	-3.4	- .1	- .2	+ .7	+ 4.6
Petroleum, coal, chemicals, and rubber	- 3.9	- 3.4	+ 4.8	+ .1	- .2	+ .1	- .2	- 6.8	- .6	+ .1	--	+2.1	+ .1
Other manufacturing and mining	- 12.4	- 1.7	- 9.9	-3.8	-1.6	+ 3.6	--	- 4.6	- .8	+ .6	+1.2	+ .8	+ 3.8
Trade:													
Wholesale	(+ 79.3)	- .6	+ 3.2	+1.5	- .2	+ .2	+2.1	+ 2.2	+1.9	- .2	+ .6	(- .9)	+ 2.6
Retail		+ 3.5	+ 22.8	+ .6	-1.3	+ 2.8	- .6	+11.4	+ .6	+1.1	+1.6		+24.4
Commodity dealers	+ 64.5	+ 4.2	+ 21.5	+2.9	+1.2	+ 1.2	+ .3	+ .1	+7.3	+5.5	+2.4	+8.0	+ 9.9
Public utilities (including transportation)	+ 48.4	- 1.2	+ 58.6	-2.5	+1.5	- .1	- .4	- 5.1	- .2	+ .6	- .1	+1.3	- 4.0
Construction	- 8.6	- 2.4	- 1.5	+ .2	- .8	- .9	- .6	+ .4	-1.1	- .6	- .2	- .8	- .3
All other types of business	+ 11.1	+ 4.8	+ 10.5	+1.6	+1.8	+ 1.9	+1.8	+ 2.3	-1.3	- .4	- .5	-8.0	- 3.4
Net change in classified loans <u>1/</u>	+191.5	- 5.7	+130.4	- .1	+5.7	+11.4	+3.5	-21.1	+5.2	+7.0	+6.2	+6.1	+42.9
Unclassified changes - net	- 20.5	- 5.3	- 15.4	+1.1	-2.7	- .4	+ .5	- 7.9	-2.2	+1.0	-1.2	+1.9	+10.1
Net change in commercial and industrial loans	+171.0	-11.0	+115.0	+1.0	+3.0	+11.0	+4.0	-29.0	+3.0	+8.0	+5.0	+8.0	+53.0

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 Oct. 28, 1959	5 weeks ended Sept. 30, 1959	5 weeks ended Oct. 29, 1958	12 months ended Oct. 28, 1959
	(In millions of dollars)			
Manufacturing and mining:				
Food, liquor, and tobacco	+ 82.2	+275.5	+194.5	+ 66.6
Textiles, apparel, and leather	-106.7	- 5.8	-125.9	+ 154.4
Metals and metal products (including machinery and transportation equipment)	-153.4	-157.2	-197.3	+ 713.1
Petroleum, coal, chemicals, and rubber	- 12.3	+101.4	- 34.4	+ 3.6
Other manufacturing and mining	- 24.9	- 25.8	- 59.5	+ 172.7
Trade -- wholesale and retail	+203.3	+ 40.4	+133.1	+ 521.6
Commodity dealers	+162.5	+103.0	+152.4	+ 134.9
Public utilities (including transportation)	- 30.5	+267.6	+103.5	+ 351.7
Construction	+ .3	- 9.0	+ 2.3	+ 92.7
All other types of business	- 52.1	+ 22.6	+ 69.2	+ 110.7
Net change in classified loans <u>1/</u>	+ 68.4	+612.7	+237.9	+2,322.0
Unclassified changes - net	- 33.4	-109.7	-120.6	+ 13.0
Net change in commercial and industrial loans	+ 35.0	+503.0	+117.3	+2,335.0

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