

BOARD OF GOVERNORS OF THE FEDERAL RESERVE SYSTEM

H.12

(For Immediate Release)

January 13, 1960

CHANGES IN COMMERCIAL AND INDUSTRIAL LOANS BY INDUSTRY

Commercial and industrial loans decreased in most districts and in all but one industrial classification during the week ended January 6; the net decrease was \$294 million at all reporting member banks.

The larger net decreases were \$60 million in loans to manufacturers of food, liquor, and tobacco products, \$38 million to manufacturers and producers of petroleum, coal, chemicals, and rubber products, \$37 million to the wholesale and retail trade, and \$61 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>Jan. 6</u> <u>p/</u>	<u>Cumulative since mid-year</u>	
		<u>July 1, 1959</u> to <u>Jan. 6, 1960</u> <u>p/</u>	<u>July 2, 1958</u> to <u>Jan. 7, 1959</u>
(In millions of dollars)			
Manufacturing and mining:			
Food, liquor, and tobacco	- 60	+ 638	+515
Textiles, apparel, and leather	- 10	- 69	-260
Metals and metal products	- 29	- 177	-349
Petroleum, coal, chemicals, and rubber	- 38	+ 209	+ 14
Other manufacturing and mining	- 15	+ 11	-137
Trade--wholesale and retail	- 37	+ 114	+132
Commodity dealers	- 16	+ 722	+392
Public utilities and transportation	- 5	+ 475	+257
Construction	- 25	- 15	+ 43
All other types of business	+ 3	- 28	+315
Classified changes - net	-233	+1,881	+922
Unclassified changes - net	- 61	- 192	-344
Net change in commercial and industrial loans	-294	+1,689	+578

p/ Preliminary.

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 reporting table a monthly table is attached showing changes during December compared with the preceding month and with December 1958, and also showing changes during the past twelve months.

All industrial classifications except manufacturers of textiles, apparel, and leather products and the wholesale and retail trade showed net increases in loans in December; in all except one instance the pattern of changes was comparable to December 1958. The increase in loans to manufacturers of food, liquor, and tobacco products was the largest monthly increase in this category since October 1956, and the decrease in loans to the wholesale and retail trade was the largest monthly decrease in this category since the series was started in 1951.

CHANGES IN COMMERCIAL AND INDUSTRIAL LOANS OF A SAMPLE OF WEEKLY REPORTING MEMBER BANKS
BY INDUSTRY AND FEDERAL RESERVE DISTRICT,
WEEK ENDED WEDNESDAY, JANUARY 6, 1960

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	- 60.0	- 1.1	- 33.3	+ .8	- .8	- .2	+ .1	-20.0	-3.7	- .1	- .4	- 1.3	
Textiles, apparel, and leather	- 10.3	+ 1.0	- 10.3	-1.7	- 2.9	+ .6	+2.9	+ 2.2	-2.5	+ .2	+ .2	--	
Metals and metal products (including machinery & transportation equipment)	- 29.0	- 3.9	- 21.3	-1.0	- 2.9	- .1	+ .6	- 2.6	+ .2	+ .5	- .4	+ 1.9	not
Petroleum, coal, chemicals, and rubber	- 38.3	- 1.5	- 33.8	-1.1	- 2.9	+ .4	- .5	- .4	-1.1	+ .1	+1.0	+ 1.5	
Other manufacturing and mining	- 15.3	+ 1.2	- 7.0	-2.4	+ .1	+ .2	--	- 1.1	- .8	-1.9	- .2	- 3.4	
Trade:													
Wholesale	(- 36.6)	- .5	- 8.1	- .4	- .5	+ .2	- .9	- 1.7	-2.8	-1.3	- .2	(+ .1)	avail-
Retail	(- 36.6)	- 3.2	- 28.7	-1.5	- .9	-2.3	-3.2	+19.6	+ .5	- .6	- .2	(+ .1)	
Commodity dealers	- 16.3	+ .7	- 14.2	+1.5	- .4	+2.5	- .2	- 4.0	+6.5	+ .3	-1.0	- 8.0	
Public utilities (including transportation)	- 4.9	- 3.0	- 17.6	+ .6	+ 3.5	- .2	- .5	+ 6.4	+4.9	- .1	- .1	+ 1.2	
Construction	- 25.1	--	- 10.2	-1.8	- .9	- .1	-1.3	- 1.7	- .7	-2.2	-1.0	- 5.2	able
All other types of business	+ 2.9	+ 3.3	- 11.0	+3.7	+ 1.2	--	- .9	+ 2.8	+1.1	+1.3	- .3	+ 1.7	
Net change in classified loans <u>1/</u>	-232.9	- 7.0	-195.5	-3.3	- 7.4	+1.0	-3.9	- .5	+1.6	-3.8	-2.6	-11.5	
Unclassified changes - net	- 61.1	- 3.0	- 40.5	+ .3	- 3.6	-4.0	- .1	-10.5	+ .4	-1.2	+ .6	+ .5	--
Net change in commercial and industrial loans	-294.0	-10.0	-236.0	-3.0	-11.0	-3.0	-4.0	-11.0	+2.0	-5.0	-2.0	-11.0	--

p/ Preliminary; final totals will appear in the F. R. Bulletin and San Francisco District 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 Dec. 30, 1959	4 weeks ended Nov. 25, 1959	5 weeks ended Dec. 31, 1958	12 months ended Dec. 30, 1959
	(In millions of dollars)			
Manufacturing and mining:				
Food, liquor, and tobacco	+222.9	+ 62.5	+ 23.3	+ 179.0
Textiles, apparel, and leather	- 9.2	- 71.3	- 43.1	+ 160.1
Metals and metal products (including machinery and transportation equipment)	+ 96.7	+ 52.8	+107.1	+ 716.6
Petroleum, coal, chemicals, and rubber	+ 68.9	+ 61.3	+ 48.2	+ 85.5
Other manufacturing and mining	+ 6.3	- 33.2	- 12.3	+ 213.9
Trade -- wholesale and retail	-307.4	+172.9	-155.9	+ 434.6
Commodity dealers	+162.2	+180.8	+ 22.6	+ 374.5
Public utilities (including transportation)	+162.0	+ 14.7	+174.3	+ 338.9
Construction	+ 26.9	- 15.9	+ .8	+ 116.0
All other types of business	+102.4	+ 39.7	+130.6	+ 114.3
Net change in classified loans <u>1/</u>	+531.7	+464.3	+295.6	+2,733.4
Unclassified changes - net	+ 32.3	- 79.3	+ 44.8	+ 11.7
Net change in commercial and industrial loans	+564.0	+385.0	+340.4	+2,745.1

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