

BOARD OF GOVERNORS OF THE FEDERAL RESERVE SYSTEM

H.12

(For Immediate Release)

February 10, 1960

CHANGES IN COMMERCIAL AND INDUSTRIAL LOANS BY INDUSTRY

Commercial and industrial loans increased in most districts and a net of \$108 million at all reporting member banks during the week ended February 3.

The principal net increases were \$59 million in loans to manufacturers of metals and metal products, \$33 million to manufacturers of textiles, apparel, and leather products, and \$25 million in "other" types of business.

The principal offsetting net decreases were \$24 million in loans to manufacturers and producers of petroleum, coal, chemicals, and rubber products and \$20 million to manufacturers of food, liquor, and tobacco products.

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>	Week ended Feb. 3 ^{p/}	Cumulative since year-end	
		Dec. 30, 1959 to Feb. 3, 1960 ^{p/}	Dec. 31, 1958 to Feb. 4, 1959
(In millions of dollars)			
Manufacturing and mining:			
Food, liquor, and tobacco	- 20	-157	-178
Textiles, apparel, and leather	+ 33	+ 48	+ 11
Metals and metal products	+ 59	+143	+ 82
Petroleum, coal, chemicals, and rubber	- 24	- 20	- 74
Other manufacturing and mining	+ 1	- 19	- 21
Trade--wholesale and retail	+ 11	- 92	-101
Commodity dealers	+ 1	-111	- 80
Public utilities and transportation	- 3	- 27	-132
Construction	+ 10	- 30	- 22
All other types of business	+ 25	- 47	-118
Classified changes - net	+ 92	-313	-632
Unclassified changes - net	+ 16	-182	-246
Net change in commercial and industrial loans	+108	-495	-879

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 usual weekly table, a monthly table is attached showing changes during January compared with the preceding month and with January 1959, and also showing changes during the past twelve months.

All industrial classifications except manufacturers of textiles, apparel, and leather products, manufacturers of metals and metal products, and manufacturers and producers of petroleum, coal, chemicals, and rubber products showed net decreases in loans in January; in all but two instances the pattern of changes was comparable to January 1959.

The decrease in loans to commodity dealers was the largest monthly decrease in this category since February 1958 and the decrease in the construction industry was the largest 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, FEBRUARY 3, 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	- 20.1	+ .8	+ .2	-2.7	-2.3	-1.9	- .7	- 6.0	-3.1	+ .5	- .9	--	- 4.0
Textiles, apparel, and leather	+ 32.7	+ .5	+15.9	+2.4	+ .4	+2.6	+1.5	+ 3.7	+1.1	+ .6	+ .4	+2.1	+ 1.5
Metals and metal products (including machinery & transportation equipment)	+ 58.6	-2.8	+34.1	-3.1	+8.0	- .3	+1.4	+11.9	--	+ 3.8	+ .8	+2.6	+ 2.2
Petroleum, coal, chemicals, and rubber	- 24.2	+ .5	-26.9	-1.4	+ .6	- .1	+ .7	+ 1.8	- .6	--	--	+ .1	+ 1.1
Other manufacturing and mining	+ 1.2	+ .9	- 2.3	+ .9	+1.1	- .6	+ .6	+ 1.0	+ .8	+ 1.0	- .3	--	- 1.9
Trade:													
Wholesale	(+ 10.9)	+ .2	+ .6	- .5	- .4	+ .2	--	- 2.3	+1.2	+ .7	+ .2	(+1.0)	+ 5.0
Retail		+ .8	- 4.8	- .8	+2.7	+3.1	+1.0	+ 2.8	- .2	+ .2	+ .2		--
Commodity dealers	+ 1.3	+1.9	+ 9.6	+1.0	-1.4	-2.0	- .9	+ 1.9	-3.7	- .8	-1.0	- .5	- 2.8
Public utilities (including transportation)	- 3.0	- .2	+ 5.4	+1.1	- .2	+1.0	- .4	- 2.9	- .9	+ 1.1	+ .2	+2.0	- 9.2
Construction	+ 9.6	+ .3	+ 8.5	-1.9	- .5	+ .7	- .4	+ 1.3	+ .2	+ 1.1	+1.0	+ .3	- 1.0
All other types of business	+ 24.8	+1.9	+12.2	--	--	-1.6	-2.1	+16.4	-2.3	+ .7	+ .1	-4.9	+ 4.4
Net change in classified loans <u>1/</u>	+ 91.8	+4.8	+52.5	-5.0	+8.0	+1.1	+ .7	+29.6	-7.5	+ 8.9	+ .7	+2.7	- 4.7
Unclassified changes - net	+ 16.2	-1.8	+ 3.5	+2.0	+1.0	-1.1	+1.3	- .6	+1.5	+ 1.1	-1.7	+ .3	+10.7
Net change in commercial and industrial loans	+108.0	+3.0	+56.0	-3.0	+9.0	--	+2.0	+29.0	-6.0	+10.0	-1.0	+3.0	+ 6.0

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 Jan. 27, 1960	5 weeks ended Dec. 30, 1959	4 weeks ended Jan. 23, 1959	12 months ended Jan. 27, 1960
	(In millions of dollars)			
Manufacturing and mining:				
Food, liquor, and tobacco	-136.9	+222.9	-150.8	+ 192.9
Textiles, apparel, and leather	+ 14.8	- 9.2	- 11.8	+ 186.7
Metals and metal products (including machinery and transportation equipment)	+ 83.9	+ 96.7	+ 60.7	+ 739.8
Petroleum, coal, chemicals, and rubber	+ 3.8	+ 68.9	- 70.5	+ 159.8
Other manufacturing and mining	- 20.0	+ 6.3	- 13.9	+ 207.8
Trade -- wholesale and retail	-102.9	-307.4	- 94.1	+ 425.8
Commodity dealers	-112.7	+162.2	- 59.6	+ 321.4
Public utilities (including transportation)	- 24.1	+162.0	-109.2	+ 424.0
Construction	- 39.5	+ 26.9	- 22.9	+ 99.4
All other types of business	- 71.6	+102.4	-111.6	+ 154.3
Net change in classified loans <u>1/</u>	-405.2	+531.7	-583.7	+2,911.9
Unclassified changes - net	-197.8	+ 32.3	-271.1	+ 83.0
Net change in commercial and industrial loans	-603.0	+564.0	-854.8	+2,994.9

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